THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST AIDAN, ST JAMES AND ST MARY THE VIRGIN, MORPETH

England & Wales · Charity number 1131093

Details

Other names	MORPETH PCC
Status	Registered
Legal form	Previously excepted
Registered	2009-08-12
Register	View on the Charity Commission register

Contact

Address	St. Aidans Church Shields Road Morpeth Northumberland NE61 2SA
Phone	01670503326
Email	office.morpethparish@gmail.com
Website	www.parishofmorpeth.org.uk

Activities

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

Activities: The Parish has been a centre of worship and of service to the community of Morpeth for over 800 years. Our purpose is to be a worshipping and praying community, which is open to the grace of God, active in Christian service and ready to reach out in fellowship to enable people to respond to God, so that we can continue Christ's work in the world.

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Classification

- **How:** Makes Grants To Organisations, Provides Buildings/facilities/open Space, Provides Services
- **What:** Religious Activities
- **Who:** The General Public/mankind

Geography

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

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£178,965	£152,051	-	-
2023-12-31	£195,616	£169,987	-	-
2022-12-31	£158,486	£146,554	-	-
2021-12-31	£133,687	£159,853	-	-
2020-12-31	£149,882	£145,473	-	-

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Trustees

Name	Role	Appointed
Rev. Canon Simon White	Chair	2013-09-14
Christopher Duncan Prance		2026-05-03
Dr LINDSAY JOHN GILFILLAN		2024-04-07
Dr Robert Anthony Young		2019-04-01
Elizabeth Anne Newlands		2023-04-30
Elizabeth Scott-Tatum		2025-05-25
Kathryn June Irwin		2024-04-07
Lauren Fluke		2026-03-17
Rachel Dawn Anderson		2024-04-07
Richard Stewart Bishopp		2022-04-24
Roy Arthur Sanderson		2025-05-25
SALLY MARY CAROLINE KEITH		
VAL POPE		
Val Cowan		2026-05-03

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THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST AIDAN, ST JAMES AND

England & Wales - Charity number 1131093

Accounts

Charity registration number: 1131093

Morpeth Parochial Church Council

Annual Report and Financial Statements

for the Year Ended 31 December 2024

Wellway Accountants Limited
Borough Hall
Wellway
Morpeth
Northumberland
NE61 1BN

Morpeth Parochial Church Council

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Morpeth Parochial Church Council

Reference and Administrative Details

Charity Registration Number	1131093
Principal Office	Morpeth Parish Office St Aidan's Church Shields Road Morpeth Northumberland NE61 2SA
Auditor	Wellway Accountants Limited Borough Hall Wellway Morpeth Northumberland NE61 1BN

Morpeth Parochial Church Council

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2024.

Aims and purposes

Morpeth Parochial Church Council (Morpeth PCC) has the responsibility of co-operating with the incumbent, the Rev. Canon Simon White, in promoting in the ecclesiastical parish the whole mission of the church, pastoral, evangelistic, social and ecumenical. It also has the maintenance responsibilities for the three local churches of St Mary, St James and St Aidan together with the premises at 7 Manchester Street.

Objectives and activities

The Parish has been a centre of worship and of service to the community of Morpeth for over 800 years. Our objective is to be a worshipping and praying community, which is open to the Grace of God, active in Christian service and ready to reach out in fellowship to enable people to respond to God, so that we can continue Christ's work in the world.

Achievements and performance

Worship and prayer

The PCC is keen to offer a range of services during the week and over the course of the year that our community find both beneficial and spiritually fulfilling. For example, evening prayers provide a quiet, intimate and reflective environment for worship, while opportunities are provided for people to engage in more outgoing worship in a variety of styles such as our Holy Communion, Simply Worship, Service of the Word, Evensong, Café Church intergenerational church services, and FEAST (Friday Evening And Spiritual Treasures) monthly teaching and fellowship events. We also run home groups.

All are welcome to attend our regular services. At present there are 213 parishioners on the church electoral roll. Two names were added during the year and 1 was removed because he left the parish.

As well as our regular services, we enable our community to celebrate and thank God at the milestones of the journey through life. Through baptism we thank God for the gift of life; in marriage, public vows are exchanged with God's blessing; through funeral services friends and family express their grief and give thanks for the life that is now complete in this world and commend the person into God's keeping.

Deanery Synod

Four members of the PCC sit on the Deanery Synod. This provides the PCC with an important link between the parish and the wider structures of the Church.

The Churches

The PCC uses the recommendations in the Quinquennial reports to build a programme of works for each property. Work on this programme and our regular maintenance programme continue to benefit all properties.

At St Mary's Church fundraising for work on vital electrics, lighting and decoration has continued, and a plan developed to undertake this work. We are now in a position to commence work in 2025.

At Christmas flooding in the cemetery due to severe storms threatened to flood nearby houses. The PCC took urgent action to engage contractors to prevent this. The cost of this extra work was unforeseen.

The Watchman's Hut in the churchyard was opened up following previous repeated vandalism. This has deterred further vandalism and protected the building.

At St James' Church work continues to open up the church with glass doors. Falling plaster and internal roof panels needed urgent action to keep parishioners safe. Investigation of the ceiling area to the North and South aisles is under investigation for progression in 2025.

At St Aidan's Church only regular maintenance has been needed this year, with servicing of the organ reinstated and ongoing

Pastoral Care

Some members of our parish are unable to attend church due to sickness or age. Such members who have requested it are visited to celebrate communion with them either at their homes or in hospital. There is a rota of volunteers to visit all who are sick or unable to get out for any reason, to keep them in touch with church life. We have a weekly online service on out YouTube channel which is shown in Residential Care Homes and available for those who cannot make it to church through illness or mobility issues. We have chaplains in every care home under the Anna Chaplains scheme.

Mission and Evangelism

The Parish has continued throughout the year to develop its outward looking focus and to invest in the community. The Parish has a mission action plan to help the parish grown in mission and evangelism. This plan has helped the parish to seek to develop all its churches into sacred and community spaces and to continue to serve the wider community. As part of this plan, the Parish continues to progress the development and uses for its property at 7 Manchester Street.

Helping those in need is a demonstration of our faith. The PCC has donated £1315 to support the Mustard Tree Trust including Walking Nativity, Lifepath Brinkburn, Marie Curie and Macmillan charities and provide bibles to school leavers at Morpeth All Saints C of E Aided First School. Parishioners raised £1842 for the Contact Morpeth, Partners in Community Action Appeal, Macmillan, Marie Curie, Oswin Project, Aberdeen University Chapel Choir charities.

In addition parishioners raise funds informally for charities such as Christian Aid and a wide range of charities as part of their church group activities. For example the Men's and Women's Breakfast Groups. These funds are sent direct and do not form part of the accounts.

The Parish Magazine has been a great success and is distributed in the town coffee houses and public buildings. The parish has seen interest in the publication grow as it has invited members of the town to contribute to the publication making it a community asset. We distributed 300 copies throughout the town approximately bimonthly.

Ecumenical Relationships

The Parish continues to work closely with other churches in the town and especially for joint events at Christmas and easter.

Sustainability

In support of the Church of England's approach to Climate Change, the PCC decided to offset the carbon emissions from energy use in the Parish buildings, travel and other associated emissions. A project supporting cookstoves in Nigeria was chosen, which will greatly reduce the amount of wood burn and therefore carbon emissions and improve living conditions for the local population.

Financial Review

Total receipts on unrestricted funds were £154,649, of which £104,480 was unrestricted voluntary donations, a further £21,480 was from Gift Aid, £9,541 from Parochial Fees, £17,302 received for Church Letting and £1,846 of interest and other income.

Restricted donations of £21,606 were also received and are detailed in the financial statements.

Work is ongoing to grow planned giving through use of the 'Parish Giving Scheme.' It should be remembered that giving does not have to be financial. Parishioners' gifts of time and talents are just as important and fully appreciated.

This year we were able to pay our promised Parish Share of £65,000, which has been received well. This is for Christian Ministry and largely provides the stipends and housing for clergy, but also for training for our clergy of tomorrow. The sum that churches in the deanery have to find is shared between the churches according to a formula that is based mainly on a head count of the congregations. For full details re Parish Share please see the excellent Diocesan document online.

The net result for the year was an excess of receipts over payments of £7,532 on unrestricted funds. Adding bank and the deposit balance brought forward at the beginning of the year, the balance carried forward at 31 December on unrestricted funds totalled £27,296.

Structure, Governance and Management

The Parochial Church Council is a corporate body established by the Church or England. The PCC operates under the Parochial Church Council Powers Measure.

Trustees are appointed at the APCM, however the trustees may appoint a new trustee to fill a vacancy temporarily or to bring in additional skills or experience. Such a trustee will retire at the next AGM but can then be reappointed.

The PCC members are responsible for making decisions on all matters of general concern and importance to the parish including deciding on how the funds of the PCC are to be spent.

The full PCC met 7 times during the year. Given its wide responsibilities the PCC has a number of committees, each dealing with a particular aspect of Parish life. All committees are responsible to the PCC and report back to it regularly with minutes/reports of their recommendations. The PCC can then review, discuss and detail the way forward with formal proposals made as necessary.

Safeguarding

Morpeth Parish supports wholeheartedly "Towards A Safer Church". Please see the Parish website or notice boards in church for safeguarding policies.

Stannington Parish

The Parish of Stannington, although a parish in its own right is now held in plurality by Rev Canon Simon White who is now Priest-in-Charge. This means that the role of incumbent is now shared with Morpeth Parish. Both parishes seek to share central services with admin as well as seeking to share lay ministry.

Morpeth Parochial Church Council

Trustees' Report (continued)

Administrative Information

St Mary's, St James' and St Aidan's Churches are situated in Morpeth. This is part of the Diocese of Newcastle within the Church of England. Correspondence address:

Morpeth Parish Office, St Aidan's Church, Shields Road, Morpeth, Northumberland NE61 2SA

Telephone number: 01670 503326

Email address: office.morpethparish@gmail.com

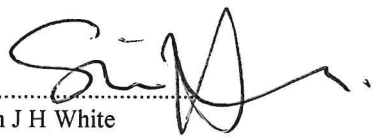
Website: www.parishofmorpeth.org.uk

The PCC is a body corporate (PCC Powers Measure 1956, Church Representation Rules 2011) and registered with the Charity Commission. Charity Commission Registration Number 1131093

PCC members who have served at any time from 1 January 2024 until the date this report was approved are:

Ex officio members:
Incumbent: Canon Simon J H White (PCC Chairman)
Clergy: Rev Jeremy Cooper (retired NSM in Parish)
Reader: Ms E Annie Newlands (Deanery Synod rep from 30.04.2023)
Warden: Mr Michael Daws
Warden: Dr Robert Young
Warden: Dr Andrew Mowat (stood down 27.06.2024)
Warden: Ms Kathryn Irwin
Elected members:
Mrs Pauline Ferguson (representative on Deanery Synod)
Mrs Sally Keith (representative on Deanery Synod)
Mrs Val Pope (representative on Deanery Synod)
Mrs Jeannette Waters (Treasurer)
Ms Debbie Bass-Pickin (PSO)
Mrs Pauline Young
Mrs Rhona Dunn
Mr Richard Bishopp
Mr Andrew Cant
Mrs Carol Dixon
Mrs Julia Tasker (stood down 14.11.2024)
Mrs Sheila Short
Mrs Lyndsey Phillips (from 07.04.2024)
Dr Lindsay Gilfillan (from 07.04.2024)
Mrs Rachel Anderson (from 07.04.2024) (deputy warden)
Non-trustee Parish Secretary: Mary Steventon

The annual report was approved by the trustees of the charity on 20 May 2025 and signed on its behalf by:



Simon J H White
Trustee

Morpeth Parochial Church Council

Statement of Trustees' Responsibilities

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

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

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

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on 20 May 2025 and signed on its behalf by:

.....

Simon J H White
Trustee

Morpeth Parochial Church Council

Independent Examiner's Report to the trustees of Morpeth Parochial Church Council

I report to the trustees on my examination of the accounts of Morpeth Parochial Church Council for the year ended 31 December 2024.

Responsibilities and basis of report

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

I report in respect of my examination of the Morpeth Parochial Church Council's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

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

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

Wellway

Borough Hall
Wellway
Morpeth
Northumberland
NE61 1BN

21 May 2025

Morpeth Parochial Church Council

Statement of Financial Activities for the Year Ended 31 December 2024

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £
Income and Endowments from:				
Donations and legacies		135,501	21,606	157,107
Investment income	3	1,846	2,710	4,556
Other income		17,302	-	17,302
Total income		154,649	24,316	178,965
Expenditure on:				
Charitable activities		(146,469)	-	(146,469)
Other expenditure	7	(648)	(4,934)	(5,582)
Total expenditure		(147,117)	(4,934)	(152,051)
Gains/losses on investment assets		-	1,283	1,283
Net income		7,532	20,665	28,197
Net movement in funds		7,532	20,665	28,197
Reconciliation of funds				
Total funds brought forward		19,764	118,607	138,371
Total funds carried forward	16	27,296	139,272	166,568

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £
Income and Endowments from:				
Donations and legacies		129,498	49,751	179,249
Investment income	3	1,992	944	2,936
Other income		13,430	-	13,430
Total income		144,920	50,695	195,615
Expenditure on:				
Charitable activities		(144,201)	(274)	(144,475)
Other expenditure	7	(748)	(24,764)	(25,512)
Total expenditure		(144,949)	(25,038)	(169,987)
Gains/losses on investment assets		-	4,821	4,821
Net (expenditure)/income		(29)	30,478	30,449
Net movement in funds		(29)	30,478	30,449
Reconciliation of funds				
Total funds brought forward		19,793	88,129	107,922
Total funds carried forward	16	19,764	118,607	138,371

All of the charity's activities derive from continuing operations during the above two periods.

The notes on pages 11 to 23 form an integral part of these financial statements.

Statement of Financial Activities for the Year Ended 31 December 2024 (continued)

The funds breakdown for 2023 is shown in note 16.

Morpeth Parochial Church Council

(Registration number: 1131093)
Balance Sheet as at 31 December 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	11	741	866
Investments	12	57,345	56,062
		58,086	56,928
Current assets			
Debtors	13	31,688	9,927
Cash at bank and in hand	14	122,442	102,981
		154,130	112,908
Creditors: Amounts falling due within one year	15	(45,648)	(31,465)
Net current assets		108,482	81,443
Net assets		166,568	138,371
Funds of the charity:			
Restricted income funds			
Restricted funds		139,272	118,607
Unrestricted income funds			
Unrestricted funds		27,296	19,764
Total funds	16	166,568	138,371

The financial statements on pages 8 to 23 were approved by the trustees, and authorised for issue on 20 May 2025 and signed on their behalf by:

Simon J H White
Trustee

Morpeth Parochial Church Council

Notes to the Financial Statements for the Year Ended 31 December 2024

1 Accounting policies

Statement of compliance
The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation
Morpeth Parochial Church Council meets the definition of a public benefit entity under FRS 102. The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

Going concern
The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments
Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations 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 reasonably certain.

Gift aid

Income tax recoverable on Gift Aid donations is recognised when the income is received.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure
Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Raising funds

Costs of generating funds are the costs of trading for fundraising purposes.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs
Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs
These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

Taxation
The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets
Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation
Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	15% on reducing balance

Fixed asset investments
Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Trade debtors
Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents
Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors
Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade Creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings
Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure
Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.
Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

2 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Donations and legacies;		
Planned giving	89,982	89,982
Gift aid tax reclaimed	21,480	21,480
Total for 2024	111,462	111,462
Total for 2023	106,761	106,761

3 Investment income

	Unrestricted funds General £	Restricted funds £	Total funds £
Interest receivable and similar income;			
Interest receivable	290	2,710	3,000
Other investment income	1,556	-	1,556
Total for 2024	1,846	2,710	4,556
Total for 2023	1,992	944	2,936

4 Other income

	Unrestricted funds General £	Total funds £
Church hall letting	17,302	17,302
Total for 2024	17,302	17,302
Total for 2023	13,430	13,430

5 Expenditure on raising funds

	Total costs £

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Mission giving		1,315	-	1,315
		1,842	-	1,842
Depreciation, amortisation and other similar costs		125	-	125
Governance costs		143,187	-	143,187
Total for 2024		146,469	-	146,469
Total for 2023		144,201	274	144,475

7 Other expenditure

	Note	Unrestricted funds General £	Restricted funds £	Total funds £	Total expenditure £
Projects		265	4,929	5,194	
Allocated support costs		383	5	388	
Total for 2024		648	4,934	5,582	
Total for 2023		748	24,764	25,512	

8 Net incoming/outgoing resources

Net incoming resources for the year include:

	2024 £	2023 £
Depreciation of fixed assets	125	147

9 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

10 Taxation

The charity is a registered charity and is therefore exempt from taxation.

11 Tangible fixed assets

	Furniture and equipment £	Total £
Cost		
At 1 January 2024	5,545	5,545
At 31 December 2024	5,545	5,545
Depreciation		
At 1 January 2024	4,679	4,679
Charge for the year	125	125
At 31 December 2024	4,804	4,804
Net book value		
At 31 December 2024	741	741
At 31 December 2023	866	866

12 Fixed asset investments

	2024 £	2023 £
Other investments	57,345	56,062

Other investments

	Listed investments £	Total £
Cost or Valuation		
At 1 January 2024	56,062	56,062
Revaluation	1,283	1,283
At 31 December 2024	57,345	57,345
Net book value		
At 31 December 2024	57,345	57,345
At 31 December 2023	56,062	56,062

13 Debtors

	2024 £	2023 £
Prepayments	31,688	9,927

14 Cash and cash equivalents

	2024 £	2023 £
Cash on hand	267	174
Cash at bank	122,175	102,807
	122,442	102,981

15 Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	6,972	1,382
Other taxation and social security	146	36
Other creditors	3,598	6,929
Accruals	34,932	23,118
	45,648	31,465

16 Funds

Notes to the Financial Statements for the Year Ended 31 December 2024 (continued)

	Balance at 1 January 2024 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2024 £
Unrestricted funds					
General	19,764	154,649	(147,117)	-	27,296
Restricted funds	118,607	24,316	(4,934)	1,283	139,272
Total funds	138,371	178,965	(152,051)	1,283	166,568

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2023 £
Unrestricted funds					
General	19,793	144,920	(144,949)	-	19,764
Restricted funds	88,129	50,695	(25,038)	4,821	118,607
Total funds	107,922	195,615	(169,987)	4,821	138,371

The specific purposes for which the funds are to be applied are as follows:

General Fund – This fund is unrestricted and can be used in accordance with the charitable objectives.

St Mary's Fund – This fund is restricted to the repair and improvement of St Mary's Church and curtilage or other purposes to the benefit of the fabric or St Mary's Church.

St James' Fund – This fund is restricted to the repair and improvement of St James' Church and curtilage or other purposes to the benefit of the fabric or St James' Church.

St Aidan's Beacon Community Fund – This fund is restricted for use on the Beacon Project

St Mary's Organ Fund – This fund is restricted for the repair and maintenance of the organ in St Mary's Church or other purposes to the benefit of the organ in St Mary's Church.

St Luke's Investment Fund – This fund was created from the sale of St Luke's, Hepscott.

Dark Lane Investment Fund – This fund was created from the sale of church property.

Appeal Fabric Fund – This fund is restricted to the repair and improvement of the churches and their curtilage or other purposes to the benefit of the fabric of these churches and their curtilage.

St Aidan's Fund – This fund is restricted to the repair and improvement of St Aidan's Church and curtilage or other purposes to the benefit of the fabric or St Aidan's Church.

Manchester Street Fund – This fund is restricted to funding the project to refurbish the property at 7 Manchester Street.

Parish Magazine Fund – This fund is restricted to funding the costs associated with the production and printing of the Parish Magazine.

Colin Davidson and Roy Beasley Organist's Fund – This fund is restricted to funding a Parish organist and choir master and to support the Parish's music contribution in all three churches for the coming years including the provision of locum organists to step in to play for services. (This excludes Weddings and Funerals). If an excess of funds is raised then this will be used to provide musical support for the Parish such as e.g. paying for organists, music, etc. to provide music for services in the Morpeth Parish Churches."

17 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2024 £
Tangible fixed assets	741	-	741
Fixed asset investments	-	57,345	57,345
Current assets	66,259	87,871	154,130
Current liabilities	(39,044)	(6,605)	(45,649)
Total net assets	27,956	138,611	166,567

18 Analysis of net funds

	At 1 January 2024 £	Financing cash flows £	At 31 December 2024 £
Cash at bank and in hand	102,981	19,461	122,442
Net debt	102,981	19,461	122,442

	At 1 January 2023 £	Financing cash flows £	At 31 December 2023 £
Cash at bank and in hand	80,846	22,134	102,980
Net debt	80,846	22,134	102,980

Morpeth Parochial Church Council

Statement of Financial Activities by fund for the Year Ended 31 December 2024

	Total Unrestricted Funds 2024 £	Total Unrestricted Funds 2023 £
Income and Endowments from:		
Donations and legacies	135,501	129,498
Investment income	1,846	1,992
Other income	17,302	13,430
Total income	154,649	144,920
Expenditure on:		
Charitable activities	(146,469)	(144,201)
Other expenditure	(648)	(748)
Total expenditure	(147,117)	(144,949)
Net income/(expenditure)	7,532	(29)
Net movement in funds	7,532	(29)
Reconciliation of funds		
Total funds brought forward	19,764	19,793
Total funds carried forward	27,296	19,764

Morpeth Parochial Church Council

Statement of Financial Activities by fund for the Year Ended 31 December 2024 (continued)

	Total Restricted Funds 2024 £	Total Restricted Funds 2023 £
Income and Endowments from:		
Donations and legacies	21,606	49,751
Investment income	2,710	944
Total income	24,316	50,695
Expenditure on:		
Charitable activities	-	(274)
Other expenditure	(4,934)	(24,764)
Total expenditure	(4,934)	(25,038)
Gains/losses on investment assets	1,283	4,821
Net income	20,665	30,478
Net movement in funds	20,665	30,478
Reconciliation of funds		
Total funds brought forward	118,607	88,129
Total funds carried forward	139,272	118,607

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2024

	Total 2024 £	Total 2023 £
Income and Endowments from:		
Donations and legacies (analysed below)	157,107	179,249
Investment income (analysed below)	4,556	2,936
Other income (analysed below)	17,302	13,430
Total income	178,965	195,615
Expenditure on:		
Charitable activities (analysed below)	(146,469)	(144,475)
Other expenditure (analysed below)	(5,582)	(25,512)
Total expenditure	(152,051)	(169,987)
Gains/losses on investment assets (analysed below)	1,283	4,821
Net income	28,197	30,449
Net movement in funds	28,197	30,449
Reconciliation of funds		
Total funds brought forward	138,371	107,922
Total funds carried forward	166,568	138,371

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2024 (continued)

	Total 2024 £	Total 2023 £
Donations and legacies		
Planned giving	89,982	85,215
Appeals and donations - St Mary's Fund	16,094	29,710
Appeals and donations - Parish Magazine	-	2,500
Appeals and donations - Organist Fund	5,500	-
Appeals and donations - St James' Fund	12	2,378
Appeals and donations - St Aidan's Fund	-	1,050
Appeals and donations - General Fund	12,783	12,219
Gift Aid tax reclaimed	21,480	21,546
Parochial Fees	9,541	8,353
Manchester Street Fund	-	14,113
Collections for Other Charities	1,715	2,165
	157,107	179,249
Investment income		
Interest Received - St Mary's Fund	1,436	551
Interest Received - St James' Fund	768	214
Interest Received - St Aidan's Beacon	-	1
Interest Received - St Mary's Organ Fund	173	93
Interest Received - Appeal Fabric Fund	44	26
Interest Received - St Aidan's Fund	174	48
Interest Received - Manchester Street	115	11
Interest Received - General Fund	290	460
Income from other investments	1,556	1,532
	4,556	2,936
Other income		
Churches and Halls' Lettings	17,302	13,430
	17,302	13,430
Charitable activities		
Depreciation of fixtures and fittings	(125)	(147)
Charitable donations	(1,315)	(1,300)
Payment of Collections for Other Charities	(1,842)	(2,037)
Parish Share	(65,000)	(70,000)
Clergy Expenses	(2,759)	(2,368)
Clergy Housing Costs	(4,761)	(4,496)
Water rates	(826)	(648)
Light, heat and power	(23,405)	(22,148)
Insurance	(14,946)	(13,829)

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2024 (continued)

	Total 2024 £	Total 2023 £
Halls' Running Costs	(4,058)	(3,800)
Parish Office Costs	(660)	-
Parish Office Costs - Unrestricted Establishment Cost	(14,489)	(14,640)
Repairs and maintenance	(8,900)	(5,631)
Church Altar Requisites	-	(274)
Church Altar Requisites	(739)	(562)
Church Organists, Choirs and Music	(2,644)	(2,595)
	(146,469)	(144,475)
Other expenditure		
Projects - St Mary's Fund	(993)	(7,420)
Projects - St James' Fund	(2,545)	(1,159)
Projects - St Mary's Organ Fund	-	(228)
Projects - St Aidan's Fund	(660)	(2,249)
Projects - Manchester Street Fund	(731)	(13,613)
Projects - General Fund	(265)	(375)
Bank charges - St Aidan's Beacon Project Fund	-	(35)
Bank charges - Manchester Street Fund	(5)	(60)
Bank charges - General Fund	(383)	(373)
	(5,582)	(25,512)
Gains/losses on investment assets		
Funds - investment assets - St Luke's Fund	539	2,026
Funds - investment assets - Dark Lane Fund	744	2,795

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST AIDAN, ST JAMES AND

England & Wales - Charity number 1131093

Accounts

Charity registration number: 1131093

Morpeth Parochial Church Council

Annual Report and Financial Statements

for the Year Ended 31 December 2023

Wellway Accountants Limited
Borough Hall
Wellway
Morpeth
Northumberland
NE61 1BN

Morpeth Parochial Church Council

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Morpeth Parochial Church Council

Reference and Administrative Details

Charity Registration Number	1131093
Principal Office	Morpeth Parish Office St Aidan's Church Shields Road Morpeth Northumberland NE61 2SA
Auditor	Wellway Accountants Limited Borough Hall Wellway Morpeth Northumberland NE61 1BN

Morpeth Parochial Church Council

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2023.

Aims and purposes
Morpeth Parochial Church Council (Morpeth PCC) has the responsibility of co-operating with the incumbent, the Rev. Simon White, in promoting in the ecclesiastical parish the whole mission of the church, pastoral, evangelistic, social and ecumenical. It also has the maintenance responsibilities for the three local churches of St Mary, St James and St Aidan together with the premises at 7 Manchester Street.

Objectives and Activities
The Parish has been a centre of worship and of service to the community of Morpeth for over 800 years. Our objective is to be a worshipping and praying community, which is open to the Grace of God, active in Christian service and ready to reach out in fellowship to enable people to respond to God, so that we can continue Christ's work in the world.

Achievements and performance

Worship and prayer
The PCC is keen to offer a range of services during the week and over the course of the year that our community find both beneficial and spiritually fulfilling. For example, evening prayers provide a quiet, intimate and reflective environment for worship, while opportunities are provided for people to engage in more outgoing worship in a variety of styles such as our Holy Communion, Simply Worship, Service of the Word, Evensong and Tea Time services.

All are welcome to attend our regular services. At present there are 211 parishioners on the church electoral roll. No names were added during the year and 7 were removed either through death or because they moved away from the parish.

As well as our regular services, we enable our community to celebrate and thank God at the milestones of the journey through life. Through baptism we thank God for the gift of life; in marriage, public vows are exchanged with God's blessing; through funeral services friends and family express their grief and give thanks for the life that is now complete in this world, and commend the person into God's keeping.

Deanery Synod
Three members of the PCC sit on the Deanery Synod. This provides the PCC with an important link between the parish and the wider structures of the Church.

The Churches
The challenge of the cost of energy has hit us hard, as it has for everyone. The Parish has pulled together by donating additional funds to counter the effect, but also Parishioners have worked to support cost reduction by turning down the thermostat and using our spaces wisely.

This has not been helped by the heating systems in all properties requiring major repair work in addition to our regular maintenance programme. Work continues to reduce energy costs and improve heating systems whilst being mindful of sustainability.

In addition to boiler work and the ongoing servicing and maintenance work, there is a programme of works for each property using the Quinquennial reports as a guide.

Morpeth Parochial Church Council

Trustees' Report (continued)

The St Mary's Church programme of work is the largest at present with work on electrics, communication and decoration being key. Parishioners work and support in raising funds from performances in church, raffles etc. and the numerous applications for grant funding (many of which have been successful) has been fantastic. Ongoing work on the Watchman's Hut in the churchyard continues despite the numerous acts of vandalism which have destroyed repairs made by the PCC and Parishioners.

At St James' Church, work continues to open up the church with glass doors using a legacy and donations. Roof repairs have also been completed.

At St Aidan's Church, decoration work has been undertaken following water ingress.

At 7 Manchester Street work to repair guttering was undertaken which had caused water ingress. The Parish continues to progress the development and uses for its property.

Pastoral Care

Some members of our parish are unable to attend church due to sickness or age. Such members who have requested it are visited to celebrate communion with them either at their homes or in hospital. There is a rota of volunteers to visit all who are sick or unable to get out for any reason, to keep them in touch with church life.

Mission and Evangelism

The Parish has continued throughout the year to develop its outward looking focus and to invest in the community. The Parish has a mission action plan to help the parish grown in mission and evangelism. This plan has helped the parish to seek to develop all its churches into sacred and community spaces and to continue to serve the wider community. As part of this plan, the Parish continues to progress the development and uses for its property at 7 Manchester Street.

Helping those in need is a demonstration of our faith. The PCC has donated £1300 to support the Mustard Tree Trust and provide bibles to school leavers at Morpeth All Saints C of E Aided First School. Parishioners raised £1097 for the DEC Earthquake Appeal, Contact Morpeth, Wansbeck Valley Foodbank and Partners in Community Action Appeal charities. In addition, parishioner / volunteers are to be congratulated on their fundraising activities raising an additional £1068 for the Macmillan and Marie Curie charities.

The Parish Magazine has been reinstated this year with the financial support of the William Leech Charity. Its first publication was produced in November and is available to all. It will keep our parishioners informed of matters affecting our church and wider community and help develop our knowledge and trust in Jesus. It is also to share and engage with the wider community.

Ecumenical Relationships

The Parish continues to work closely with other churches in the town and especially for joint events at Christmas and Easter.

Sustainability

In support of the Church of England's approach to Climate Change, the PCC decided to offset the carbon emissions from energy use in the Parish buildings, travel and other associated emissions. A project supporting cookstoves in Nigeria was chosen, which will greatly reduce the amount of wood burn and therefore carbon emissions, and improve living conditions for the local population.

Financial Review

Total receipts on unrestricted funds were £131,491, of which £99,600 was unrestricted voluntary donations, a further £21,546 was from Gift Aid, £8,353 were parochial fees and Investment Income of £1,992.

Morpeth Parochial Church Council

Trustees' Report (continued)

Restricted donations of £49,751 were also received and are detailed in the financial statements of which £48,681 was voluntary donations and £1,070 was from Gift Aid.

The planned giving through use of the 'Parish Giving Scheme' and standing orders increased due to our Parishioners responding so supportively to the "Generous June" fundraising campaign and additionally donations were made towards our eye watering energy costs. Thanks goes to our Parishioners and to the Ministry Team and Finance team for all their work towards our "Generous June" campaign and to all for their support and prayers. It should be remembered that giving does not have to be financial. Parishioners' gifts of time and talents are just as important and fully appreciated.

This year we were able to pay our promised Parish Share of £70,000, which has been received well. This is for Christian Ministry and largely provides the stipends and housing for clergy, but also for training for our clergy of tomorrow. The sum that churches in the deanery have to find is shared between the churches according to a formula that is based mainly on a head count of the congregations. For full details re Parish Share please see the excellent Diocesan document online.

The net result for the year was a small excess of payments over receipts of £28 on unrestricted funds. Adding bank and the deposit balance brought forward at the beginning of the year, the balance carried forward at 31 December on unrestricted funds totalled £19,765.

Structure, Governance and Management
The Parochial Church Council is a corporate body established by the Church or England. The PCC operates under the Parochial Church Council Powers Measure.

Trustees are appointed at the APCM, however the trustees may appoint a new trustee to fill a vacancy temporarily or to bring in additional skills or experience. Such a trustee will retire at the next AGM but can then be reappointed.

The PCC members are responsible for making decisions on all matters of general concern and importance to the parish including deciding on how the funds of the PCC are to be spent

The full PCC met 7 times during the year. Given its wide responsibilities the PCC has a number of committees, each dealing with a particular aspect of Parish life. All committees are responsible to the PCC and report back to it regularly with minutes/reports of their recommendations. The PCC can then review, discuss and detail the way forward with formal proposals made as necessary.

Safeguarding
Morpeth Parish supports wholeheartedly "Towards A Safer Church". Please see the Parish website or notice boards in church for safeguarding policies.

Stannington Parish
Although St Mary's Stannington is a Parish in its own right, the Parish along with Rev Canon Simon White have been asked to work collaboratively together. This is not a benefice or joint parish but two parishes working together. Morpeth Ministry Team and Admin team as well as the Safeguarding team are now working together with Stannington to model a working partnership to ensure sustainability by using resources more effectively.

Morpeth Parochial Church Council

Trustees' Report (continued)

Administrative Information

St Mary's, St James' and St Aidan's Churches are situated in Morpeth. This is part of the Diocese of Newcastle within the Church of England.

Correspondence address:
Morpeth Parish Office, St Aidan's Church, Shields Road, Morpeth, Northumberland NE61 2SA
Telephone number: 01670 503326
Email address: office.morpethparish@gmail.com
Website: www.parishofmorpeth.org.uk

The PCC is a body corporate (PCC Powers Measure 1956, Church Representation Rules 2011) and registered with the Charity Commission. Charity Commission Registration Number 1131093

PCC members who have served at any time from 1 January 2023 until the date this report was approved are:

Ex officio members:

Incumbent:	The Reverend Canon Simon J H White (PCC Chairman)
Curate:	Reverend Paul Rusby (until 31.8.2023)
Clergy:	Reverend Jeremy Cooper (retired NSM in Parish)
Reader:	Ms Valerie Cowan (until 30.4.2023)
Reader:	Ms E Annie Newlands (from 30.4.2023)
Warden:	Mr Michael Daws
Warden:	Dr Robert Young
Warden:	Dr Andrew Mowat (stood down 25.5.2023 and returned 6.9.2023)
Warden:	Ms E Sarah Wylie (until 30.4.2023)
Warden:	Ms Kathryn Irwin (from 21.11.2023)

Elected members:

Mrs Pauline Ferguson (representative on Deanery Synod)
Mrs Sally Keith (representative on Deanery Synod)
Mrs Val Pope (representative on Deanery Synod)
Mrs Jeannette M Waters (Treasurer)
Ms Debbie Bass-Pickin (from 21.3.2023)
Dr Anthea Mowat (until date 23.7.2023)
Mrs Pauline Young
Mrs Rhona Dunn
Mr Richard Bishopp
Mr Andrew Cant
Mrs Carol Dixon
Mr Dave Pope (until 30.4.2023)
Ms Sinead Morrisey (until 30.4.2023)
Mrs Julia Tasker (from 30.4.2023)
Mrs Sheila Short (from 30.4.2023)

The annual report was approved by the trustees of the charity on 26.3.24 and signed on its behalf by:

.....
Simon J H White
Trustee

Morpeth Parochial Church Council

Statement of Trustees' Responsibilities

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

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

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

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on 26.3.24 and signed on its behalf by:

Simon J H White
Trustee

Morpeth Parochial Church Council

Independent Examiner's Report to the trustees of Morpeth Parochial Church Council

I report to the trustees on my examination of the accounts of Morpeth Parochial Church Council for the year ended 31 December 2023.

Responsibilities and basis of report

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

I report in respect of my examination of the Morpeth Parochial Church Council's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

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

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

.....

Borough Hall
Wellway
Morpeth
Northumberland
NE61 1BN

Date: 3-4-24

Morpeth Parochial Church Council

Statement of Financial Activities for the Year Ended 31 December 2023

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £
Income and Endowments from:				
Donations and legacies	2	129,499	49,751	179,250
Investment income	3	1,992	944	2,936
Other income	4	13,430	-	13,430
Total income		144,921	50,695	195,616
Expenditure on:				
Charitable activities	5	(144,201)	(274)	(144,475)
Other expenditure	6	(748)	(24,764)	(25,512)
Total expenditure		(144,949)	(25,038)	(169,987)
Gains/losses on investment assets		-	4,821	4,821
Net (expenditure)/income		(28)	30,478	30,450
Net movement in funds		(28)	30,478	30,450
Reconciliation of funds				
Total funds brought forward		19,793	88,130	107,923
Total funds carried forward	15	19,765	118,608	138,373

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
Donations and legacies	2	119,493	28,344	147,837
Investment income	3	1,804	214	2,018
Other income	4	8,631	-	8,631
Total income		129,928	28,558	158,486
Expenditure on:				
Charitable activities	5	(127,844)	(600)	(128,444)
Other expenditure	6	(3,380)	(14,730)	(18,110)
Total expenditure		(131,225)	(15,330)	(146,554)
Gains/losses on investment assets		-	(6,837)	(6,837)
Net (expenditure)/income		(1,297)	6,391	5,093
Net movement in funds		(1,297)	6,391	5,093
Reconciliation of funds				
Total funds brought forward		21,090	81,739	102,829
Total funds carried forward	15	19,793	88,130	107,923

All of the charity's activities derive from continuing operations during the above two periods.

Statement of Financial Activities for the Year Ended 31 December 2023 (continued)

The funds breakdown for 2022 is shown in note 15.

Morpeth Parochial Church Council

(Registration number: 1131093)
Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	10	866	1,012
Investments	11	56,062	51,241
		56,928	52,253
Current assets			
Debtors	12	9,928	37,494
Cash at bank and in hand	13	102,981	80,846
		112,909	118,340
Creditors: Amounts falling due within one year	14	(31,464)	(62,670)
Net current assets		81,445	55,670
Net assets		138,373	107,923
Funds of the charity:			
Restricted income funds			
Restricted funds		118,608	88,130
Unrestricted income funds			
Unrestricted funds		19,765	19,793
Total funds	15	138,373	107,923

The financial statements on pages 8 to 23 were approved by the trustees, and authorised for issue on ..... and signed on their behalf by:

..... - 26-3-24.

Simon J H White
Trustee

Notes to the Financial Statements for the Year Ended 31 December 2023

1 Accounting policies

Statement of compliance
The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation
Morpeth Parochial Church Council meets the definition of a public benefit entity under FRS 102. The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

Going concern
The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments
Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations 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 reasonably certain.

Gift aid

Income tax recoverable on Gift Aid donations is recognised when the income is received.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure
Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Raising funds

Costs of generating funds are the costs of trading for fundraising purposes.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs
Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs
These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

Taxation
The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets
Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation
Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	15% on reducing balance

Fixed asset investments
Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Trade debtors
Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents
Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors
Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade Creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings
Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure
Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.
Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

2 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total funds £
Donations and legacies;			
Planned giving and donations from individuals	107,953	48,681	147,585
Gift aid tax reclaimed	21,546	1,070	31,664
Total for 2023	129,499	49,751	179,250
Total for 2022	119,493	28,344	147,837

3 Investment income

	Unrestricted funds General £	Restricted funds £	Total funds £
Interest receivable and similar income;			
Interest receivable	460	944	1,404
Other investment income	1,532	-	1,532
Total for 2023	1,992	944	2,936
Total for 2022	1,804	214	2,018

4 Other income

	Unrestricted funds General £	Total funds £
Church hall letting	13,430	13,430
Total for 2023	13,430	13,430
Total for 2022	8,631	8,631

5 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Mission giving		1,300	-	1,300
Payment of Collection for Other Charities		2,037	-	2,037
Depreciation, amortisation and other similar costs		147	-	147
Governance costs		140,717	274	140,991
Total for 2023		144,201	274	144,475
Total for 2022		127,844	600	128,444

6 Other expenditure

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Projects		375	24,669	25,044
Allocated support costs		373	95	468
Total for 2023		748	24,764	25,512
Total for 2022		3,380	14,730	18,110

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

7

Net incoming resources for the year include:

	2023 £	2022 £
Depreciation of fixed assets	147	173

8 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

9 Taxation

The charity is a registered charity and is therefore exempt from taxation.

10 Tangible fixed assets

	Furniture and equipment £	Total £
Cost		
At 1 January 2023	5,545	5,545
At 31 December 2023	5,545	5,545
Depreciation		
At 1 January 2023	4,532	4,532
Charge for the year	147	147
At 31 December 2023	4,679	4,679
Net book value		
At 31 December 2023	866	866
At 31 December 2022	1,012	1,012

11 Fixed asset investments

	2023 £	2022 £
Other investments	56,062	51,241

Other investments

	Listed investments £	Total £
Cost or Valuation		
At 1 January 2023	51,241	51,241
Revaluation	4,821	4,821
At 31 December 2023	56,062	56,062
Net book value		
At 31 December 2023	56,062	56,062
At 31 December 2022	51,241	51,241

12 Debtors

	2023 £	2022 £
Prepayments	9,928	37,494

13 Cash and cash equivalents

	2023 £	2022 £
Cash on hand	174	55
Cash at bank	102,807	80,791
	102,981	80,846

14 Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	1,382	4,886
Other taxation and social security	36	9
Other creditors	6,928	6,621
Accruals	23,118	51,152
	31,464	62,668

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

15 Funds

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2023 £
Unrestricted funds					
General	19,793	144,921	(144,949)	-	19,765
Restricted funds	88,130	50,695	(25,038)	4,821	118,608
Total funds	107,923	195,616	(169,987)	4,821	138,373

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2022 £
Unrestricted funds					
General	21,090	129,928	(131,225)	-	19,793
Restricted funds	81,739	28,558	(15,330)	(6,837)	88,130
Total funds	102,829	158,486	(146,555)	(6,837)	107,923

The specific purposes for which the funds are to be applied are as follows:

General Fund - This fund is unrestricted and can be used in accordance with the charitable objectives at the discretion of the trustees.

St Mary's Fund - The St Mary's Fund is restricted to the repairand improvement of St Mary's church or other purposes to the benefit of the fabric of St Mary's church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St James' Fund - The St James' Fund is restricted to the repair and improvement of St James' church or other purposes to the benefit of the fabric of St James' church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St Aidan's Beacon Community Fund - This fund is restricted for use on the Beacon Project.

St Mary's Organ Fund - St Mary's Organ Fund is restricted to the repair and maintenance of the organ in St Mary's Church or other purposes to the benefit of the organ in St Mary's Church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St Luke's Investment Fund - This fund was created from the sale of St Luke's, Hepscott.

Dark Lane Investment Fund - This fund was created from the sale of church property.

Appeal Fabric Fund - The Appeal Fabric Fund is restricted to the repair and improvement of the churches and other buildings of Morpeth Parish or other purposes to the benefit of the fabric of these churches and other buildings at the discretion of the Morpeth Parochial Church Council acting as trustees.

St Aidan's Fund - The St Aidan's Fund is restricted to the repair and maintenance of the fabric of St Aidan's church or other purposes to the benefit of the fabric of St Aidan's church at the discretion of the Morpeth Parochial Church Council acting as trustees.

Manchester Street Fund - This fund is restricted to funding and expenses of the project to refurbish the property at 7 Manchester Street.

Parish Magazine Fund – This money is restricted to funding the costs associated with production and printing of the Parish Magazine.

16 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2023 £
Tangible fixed assets	866	-	866
Fixed asset investments	-	56,062	56,062
Current assets	48,623	64,286	112,909
Current liabilities	(29,724)	(1,740)	(31,464)
Total net assets	19,765	118,608	138,373

Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

17 Analysis of net funds

	At 1 January 2023 £	Financing cash flows £	At 31 December 2023 £
Cash at bank and in hand	80,846	22,135	102,981
Net debt	80,846	22,135	102,981

	At 1 January 2022 £	Other non cash changes £	At 31 December 2022 £
Cash at bank and in hand	75,380	5,466	80,846
Net debt	75,380	5,466	80,846

Morpeth Parochial Church Council

Statement of Financial Activities by fund for the Year Ended 31 December 2023

	Total Unrestricted Funds 2023 £	Total Unrestricted Funds 2022 £
Income and Endowments from:		
Donations and legacies	129,499	119,493
Investment income	1,992	1,804
Other income	13,430	8,631
Total income	144,921	129,928
Expenditure on:		
Charitable activities	(144,201)	(127,844)
Other expenditure	(748)	(3,381)
Total expenditure	(144,949)	(131,225)
Net expenditure	(28)	(1,297)
Net movement in funds	(28)	(1,297)
Reconciliation of funds		
Total funds brought forward	19,793	21,090
Total funds carried forward	19,765	19,793

Morpeth Parochial Church Council

Statement of Financial Activities by fund for the Year Ended 31 December 2023 (continued)

	Total Restricted Funds 2023 £	Total Restricted Funds 2022 £
Income and Endowments from:		
Donations and legacies	49,751	28,344
Investment income	944	214
Total income	50,695	28,558
Expenditure on:		
Charitable activities	(274)	(600)
Other expenditure	(24,764)	(14,730)
Total expenditure	(25,038)	(15,330)
Gains/losses on investment assets	4,821	(6,837)
Net income	30,478	6,391
Net movement in funds	30,478	6,391
Reconciliation of funds		
Total funds brought forward	88,130	81,738
Total funds carried forward	118,608	88,130

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2023

	Total 2023 £	Total 2022 £
Income and Endowments from:		
Donations and legacies (analysed below)	179,250	147,837
Investment income (analysed below)	2,936	2,018
Other income (analysed below)	13,430	8,631
Total income	195,616	158,486
Expenditure on:		
Charitable activities (analysed below)	(144,475)	(128,444)
Other expenditure (analysed below)	(25,512)	(18,111)
Total expenditure	(169,987)	(146,555)
Gains/losses on investment assets (analysed below)	4,821	(6,837)
Net income	30,450	5,094
Net movement in funds	30,450	5,094
Reconciliation of funds		
Total funds brought forward	107,923	102,830
Total funds carried forward	138,373	107,923

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2023 (continued)

	Total 2023 £	Total 2022 £
Donations and legacies		
Planned giving	85,216	82,141
Appeals and donations - St Mary's Fund	29,710	6,312
Appeals and donations	2,500	-
Appeals and donations - St James' Fund	2,378	12,462
Appeals and donations - St Aidan's Fund	1,050	5,000
Appeals and donations - General Fund	12,219	10,784
Gift Aid tax reclaimed	21,546	14,589
Parochial Fees	8,353	10,541
Manchester Street Fund	14,113	4,570
Collections for Other Charities	2,165	1,438
	179,250	147,837
Investment income		
Interest Received - St Mary's Fund	551	137
Interest Received - St James' Fund	214	20
Interest Received - St Aidan's Beacon	1	2
Interest Received - St Mary's Organ Fund	93	36
Interest Received - Appeal Fabric Fund	26	10
Interest Received - St Aidan's Fund	48	3
Interest Received - Manchester Street	11	6
Interest Received - General Fund	460	280
Income from other investments	1,532	1,524
	2,936	2,018
Other income		
Churches and Halls' Lettings	13,430	8,631
	13,430	8,631
Charitable activities		
Depreciation of fixtures and fittings	(147)	(173)
Charitable donations	(1,300)	(2,815)
Payment of Collections for Other Charities	(2,037)	-
Parish Share	(70,000)	(50,500)
Clergy Expenses	(2,368)	(2,313)
Clergy Housing Costs	(4,496)	(4,291)
Water rates	(648)	(552)
Light, heat and power	(22,148)	(21,286)

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2023 (continued)

	Total 2023 £	Total 2022 £
Insurance	(13,829)	(12,260)
Halls' Running Costs	(3,800)	(3,363)
Parish Office Costs - Restricted Establishment Costs	-	(504)
Parish Office Costs - Unrestricted Establishment Cost	(14,640)	(15,031)
Repairs and maintenance	(5,631)	(11,766)
Church Altar Requisites	(274)	(96)
Church Altar Requisites	(562)	(516)
Church Organists, Choirs and Music	(2,595)	(2,978)
	(144,475)	(128,444)
Other expenditure		
Projects - St Mary's Fund	(7,420)	(8,568)
Projects - St James' Fund	(1,159)	(774)
Projects - St Mary's Organ Fund	(228)	-
Projects - Appeal Fabric Fund	-	(799)
Projects - St Aidan's Fund	(2,249)	(1,024)
Projects - Manchester Street Fund	(13,613)	(3,403)
Projects - General Fund	(375)	(3,039)
Bank charges - St Aidan's Beacon Project Fund	(35)	(81)
Bank charges - Manchester Street Fund	(60)	(81)
Bank charges - General Fund	(373)	(341)
	(25,512)	(18,110)
Gains/losses on investment assets		
Funds - investment assets - St Luke's Fund	2,026	(2,873)
Funds - investment assets - Dark Lane Fund	2,795	(3,964)
	4,821	(6,837)

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST AIDAN, ST JAMES AND

England & Wales - Charity number 1131093

Accounts

Charity registration number: 1131093

Morpeth Parochial Church Council

Annual Report and Financial Statements

for the Year Ended 31 December 2022

Wellway Accountants Limited
Borough Hall
Wellway
Morpeth
Northumberland
NE61 1BN

Morpeth Parochial Church Council

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Morpeth Parochial Church Council

Reference and Administrative Details

Trustees	Simon J H White
	Paul Rusby
	Jeremy Cooper
	Michael Daws
	Robert Young
	Sarah Wylie
	Jeannette Waters
	David Pope
	Pauline Young
	Pauline Ferguson
	Andrew Cant
	Val Pope
	Val Cowan
	Sally Keith
	Richard Bishopp
	Rhona Dunn
	Andrew Mowat
	Anthea Mowat
	Sinead Morrissey
	Carol Dixon
Charity Registration Number	1131093
Principal Office	Morpeth Parish Office St Aidan's Church Shields Road Morpeth Northumberland NE61 2SA
Auditor	Wellway Accountants Limited Borough Hall Wellway Morpeth Northumberland NE61 1BN

Morpeth Parochial Church Council

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2022.

Objectives and activities

Public benefit

The Parish has been a centre of worship and of service to the community of Morpeth for over 800 years. Our purpose is to be a worshipping and praying community, which is open to the Grace of God, active in Christian service and ready to reach out in fellowship to enable people to respond to God, so that we can continue Christ's work in the world.

Morpeth Parochial Church Council has the responsibility of co-operating with the incumbent, the Rev Simon White, in promoting in the ecclesiastical parish the whole mission of the church, pastoral, evangelistic, social and ecumenical. It also has maintenance responsibilities for the three local churches: St Mary's, St James' and St Aidan's and the premises at 7 Manchester Street.

The Parish has continued throughout the year to develop its outward looking focus and to invest in the community. The parish has now developed a mission action plan to help the parish grow in mission and evangelism. This plan has helped the parish to seek to develop all its church centres into sacred & community spaces and to continue to serve the wider community. As part of this plan, the parish conducted a feasibility plan, examining potential uses for its property at 7 Manchester Street.

The PCC members are responsible for making decisions on all matters of general concern and importance to the Parish including deciding on how funds of the Parish are to be spent. The clergy and PCC consider the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Achievements and performance

The Halls' Running Costs include all of the running costs for Manchester Street Hall, however the costs of St Aidan's Hall/Community Room are only partially included. Due to St Aidan's Church and the Hall/Community Room being the same building, running costs such as light and heat are apportioned to the building and shown in Church Running Costs.

Structure, governance and management

Recruitment and appointment of trustees

Trustees are appointed at the APCM, however the trustees may appoint a new trustee to fill a vacancy temporarily or to bring in additional skills or experience. Such a trustee will retire at the next AGM but can then be reappointed.

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments.

The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The annual report was approved by the trustees of the charity on 18 April 2023 and signed on its behalf by:

Morpeth Parochial Church Council

Statement of Trustees' Responsibilities

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

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

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

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on 18 April 2023 and signed on its behalf by:

.....

Simon J H White
Trustee

Morpeth Parochial Church Council

Independent Examiner's Report to the trustees of Morpeth Parochial Church Council

I report to the trustees on my examination of the accounts of Morpeth Parochial Church Council for the year ended 31 December 2022.

Responsibilities and basis of report

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

I report in respect of my examination of the Morpeth Parochial Church Council's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

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

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

.....

Borough Hall
Wellway
Morpeth
Northumberland
NE61 1BN

18 April 2023

Morpeth Parochial Church Council

Statement of Financial Activities for the Year Ended 31 December 2022

	Note	General funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
Donations and legacies		119,493	28,344	147,837
Investment income	3	1,804	214	2,018
Other income		8,631	-	8,631
Total Income		129,928	28,558	158,486
Expenditure on:				
Church activities		(127,844)	(600)	(128,444)
Other expenditure	7	(3,380)	(14,730)	(18,110)
Total Expenditure		(131,224)	(15,330)	(146,554)
Gains/losses on investment assets		-	(6,837)	(6,837)
Net movement in funds - profit/(loss)		(1,296)	6,391	5,095
Reconciliation of funds				
Total funds brought forward		21,092	81,738	102,830
Total funds carried forward	16	19,796	88,129	107,925

	Note	General funds £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Donations and legacies		119,868	6,104	125,972
Investment income	3	1,483	8	1,491
Other income		6,224	-	6,224
Total Income		127,575	6,112	133,687
Expenditure on:				
Church activities		(122,246)	(7,499)	(129,745)
Other expenditure	7	(1,374)	(28,734)	(30,108)
Total Expenditure		(123,620)	(36,233)	(159,853)
Gains/losses on investment assets		-	7,268	7,268
Net movement in funds		3,955	(22,853)	(18,898)
Reconciliation of funds				
Total funds brought forward		17,137	104,591	121,728
Total funds carried forward	16	21,092	81,738	102,830

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2021 is shown in note 16.

Morpeth Parochial Church Council

(Registration number: 1131093)
Balance Sheet as at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	11	1,013	1,186
Investments	12	51,240	58,077
		52,253	59,263
Current assets			
Debtors	13	37,485	14,906
Cash at bank and in hand	14	80,846	75,380
		118,331	90,286
Creditors: Amounts falling due within one year	15	(62,659)	(46,719)
Net current assets		55,672	43,567
Net assets		107,925	102,830
Funds of the charity:			
Restricted income funds			
Restricted funds		88,129	81,738
Unrestricted income funds			
Unrestricted funds		19,796	21,092
Total funds	16	107,925	102,830

The financial statements on pages 6 to 20 were approved by the trustees, and authorised for issue on 18 April 2023 and signed on their behalf by:

Morpeth Parochial Church Council

Notes to the Financial Statements for the Year Ended 31 December 2022

1 Accounting policies

Statement of compliance
The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation
Morpeth Parochial Church Council meets the definition of a public benefit entity under FRS 102. The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

Going concern
The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments
Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations 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 reasonably certain.

Gift aid

Income tax recoverable on Gift Aid donations is recognised when the income is received.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure
Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Raising funds

Costs of generating funds are the costs of trading for fundraising purposes.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs
Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs
These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

Taxation
The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets
Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation
Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	15% on reducing balance

Fixed asset investments
Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Trade debtors
Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents
Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors
Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade Creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings
Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure
Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.
Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Derivative financial instruments

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

2 Income from donations and legacies

	General funds £	Restricted £	Total 2022 £	Total 2021 £
Donations and legacies				
Planned giving	82,141	-	82,141	77,755
Donations from individuals	-	5,000	5,000	-
Gift aid tax reclaimed	14,589	-	14,589	15,017
	96,730	5,000	101,730	92,772
Other voluntary incoming resources				
Appeals, donations and grants	10,784	23,344	34,128	22,597
Fundraising	1,438	-	1,438	1,002
	12,222	23,344	35,566	23,599
Income from charitable trading				
Parochial fees	10,541	-	10,541	9,601
	10,541	-	10,541	9,601
	119,493	28,344	147,837	125,972

3 Investment income

	Unrestricted funds General £	Restricted funds £	Total funds £
Interest receivable and similar income;			
Interest receivable	280	214	494
Other investment income	1,524	-	1,524
Total for 2022	1,804	214	2,018
Total for 2021	1,483	8	1,491

4 Other income

	Unrestricted funds General £	Total funds £
Church hall letting	8,631	8,631
Total for 2022	8,631	8,631
Total for 2021	6,224	6,224

5 Expenditure on raising funds

	Total costs £

6 Expenditure on charitable activities

	Note	General funds £	Restricted £	Total 2022 £	Total 2021 £
Mission giving		2,815	-	2,815	2,202
Depreciation, amortisation and other similar costs		173	-	173	204
Establishment Costs		109,596	504	110,100	111,666
Repairs and maintenance		11,766	-	11,766	6,671
Church music and altar requisites		3,494	96	3,590	3,747
Other governance costs		-	-	-	5,255
		127,844	600	128,444	129,745

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Mission giving		2,815	-	2,815
Depreciation, amortisation and other similar costs		173	-	173
Governance costs		124,856	600	125,456
Total for 2022		127,844	600	128,444
Total for 2021		122,246	7,499	129,745

7 Other expenditure

	Note	Unrestricted funds General £	Restricted funds £	Total funds £	Total expenditure £
Projects		3,039	14,568	17,607	
Allocated support costs		341	162	503	
Total for 2022		3,380	14,730	18,110	
Total for 2021		1,374	28,734	30,108	

8 Net incoming/outgoing resources

Net incoming/(outgoing) resources for the year include:

	2022 £	2021 £
Depreciation of fixed assets	173	204

9 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

10 Taxation

The charity is a registered charity and is therefore exempt from taxation.

11 Tangible fixed assets

	Furniture and equipment £	Total £
Cost		
At 1 January 2022	5,545	5,545
At 31 December 2022	5,545	5,545
Depreciation		
At 1 January 2022	4,359	4,359
Charge for the year	173	173
At 31 December 2022	4,532	4,532
Net book value		
At 31 December 2022	1,013	1,013
At 31 December 2021	1,186	1,186

12 Fixed asset investments

	2022 £	2021 £
Other investments	51,240	58,077

Other investments

	Listed investments £	Total £
Cost or Valuation		
At 1 January 2022	58,077	58,077
Revaluation	(6,837)	(6,837)
At 31 December 2022	51,240	51,240
Net book value		
At 31 December 2022	51,240	51,240
At 31 December 2021	58,077	58,077

13 Debtors

	2022 £	2021 £
Prepayments	37,493	14,841
Other debtors	(8)	65
	37,485	14,906

14 Cash and cash equivalents

	2022 £	2021 £
Cash on hand	55	48
Cash at bank	80,791	75,332
	80,846	75,380

15 Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	4,886	1,956
Other creditors	6,620	27,591
Accruals	51,153	17,172
	62,659	46,719

16 Funds

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2022 £
Unrestricted					
General	(21,092)	(129,928)	131,224	-	(19,796)
Restricted Funds - Brought forward	***(81,738)***	-	-	-	***(81,738)***
Restricted Funds - Incoming resources	-	***(28,558)***	-	-	***(28,558)***
Restricted Funds - Resources expended	-	-	***15,168***	-	***15,168***
Restricted Funds - Other recognised gains/losses	-	-	-	***6,999***	***6,999***
Restricted	(81,738)	(28,558)	15,168	6,999	(88,129)
Total funds	(102,830)	(158,486)	146,392	6,999	(107,925)

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2021 £
Unrestricted funds					
General	(17,137)	(127,575)	123,620	-	(21,092)
Restricted funds	(104,591)	(6,112)	36,041	(7,076)	(81,738)
Total funds	(121,728)	(133,687)	159,661	(7,076)	(102,830)

The specific purposes for which the funds are to be applied are as follows:

General Fund - This fund is unrestricted and can be used in accordance with the charitable objectives at the discretion of the trustees.

St Mary's Fund - The St Mary's Fund is restricted to the repairand improvement of St Mary's church or other purposes to the benefit of the fabric of St Mary's church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St James' Fund - The St James' Fund is restricted to the repair and improvement of St James' church or other purposes to the benefit of the fabric of St James' church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St Aidan's Beacon Community Fund - This fund is restricted for use on the Beacon Project.

St Mary's Organ Fund - St Mary's Organ Fund is restricted to the repair and maintenance of the organ in St Mary's Church or other purposes to the benefit of the organ in St Mary's Church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St Luke's Investment Fund - This fund was created from the sale of St Luke's, Hepscott.

Dark Lane Investment Fund - This fund was created from the sale of church property.

Appeal Fabric Fund - The Appeal Fabric Fund is restricted to the repair and improvement of the churches and other buildings of Morpeth Parish or other purposes to the benefit of the fabric of these churches and other buildings at the discretion of the Morpeth Parochial Church Council acting as trustees.

St Aidan's Fund - The St Aidan's Fund is restricted to the repair and maintenance of the fabric of St Aidan's church or other purposes to the benefit of the fabric of St Aidan's church at the discretion of the Morpeth Parochial Church Council acting as trustees.

Manchester Street Fund - This fund is restricted to funding and expenses of the project to refurbish the property at 7 Manchester Street.

17 Analysis of net assets between funds

	General funds £	Restricted £	Total funds £
Tangible fixed assets	1,013	-	1,013
Fixed asset investments	(1)	51,241	51,240
Current assets	62,870	55,461	118,331
Current liabilities	(44,086)	(18,573)	(62,659)
Total net assets	19,796	88,129	107,925

18 Analysis of net funds

	At 1 January 2022 £	Cash flow £	At 31 December 2022 £
Cash at bank and in hand	75,380	5,466	80,846
Net debt	75,380	5,466	80,846

Morpeth Parochial Church Council

Statement of Financial Activities by type of fund for the Year Ended 31 December 2022

	Total Unrestricted Funds 2022 £	Total Unrestricted Funds 2021 £
Income and Endowments from:		
Donations and legacies	119,493	119,868
Investment income	1,804	1,483
Other income	8,631	6,224
Total income	129,928	127,575
Expenditure on:		
Charitable activities	(127,844)	(122,246)
Other expenditure	(3,380)	(1,374)
Total expenditure	(131,224)	(123,620)
Net (expenditure)/income	(1,296)	3,955
Net movement in funds	(1,296)	3,955
Reconciliation of funds		
Total funds brought forward	21,092	17,137
Total funds carried forward	19,796	21,092

Statement of Financial Activities by type of fund for the Year Ended 31 December 2022 (continued)

	Total Restricted Funds 2022 £	Total Restricted Funds 2021 £
Income and Endowments from:		
Donations and legacies	28,344	6,104
Investment income	214	8
Total income	28,558	6,112
Expenditure on:		
Charitable activities	(600)	(7,499)
Other expenditure	(14,730)	(28,734)
Total expenditure	(15,330)	(36,233)
Gains/losses on investment assets	(6,837)	7,268
Net income/(expenditure)	6,391	(22,853)
Net movement in funds	6,391	(22,853)
Reconciliation of funds		
Total funds brought forward	81,738	104,591
Total funds carried forward	88,129	81,738

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2022

	Total 2022 £	Total 2021 £
Income and Endowments from:		
Donations and legacies (analysed below)	147,837	125,972
Investment income (analysed below)	2,018	1,491
Other income (analysed below)	8,631	6,224
Total income	158,486	133,687
Expenditure on:		
Charitable activities (analysed below)	(128,444)	(129,745)
Other expenditure (analysed below)	(18,110)	(30,108)
Total expenditure	(146,554)	(159,853)
Gains/losses on investment assets (analysed below)	(6,837)	7,268
Net income/(expenditure)	5,095	(18,898)
Net movement in funds	5,095	(18,898)
Reconciliation of funds		
Total funds brought forward	102,830	121,728
Total funds carried forward	107,925	102,830

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2022 (continued)

	Total 2022 £	Total 2021 £
Donations and legacies		
Planned giving	82,141	77,755
Appeals and donations - St Mary's Fund	6,312	720
Appeals and donations - St James' Fund	12,462	250
Appeals and donations - St Mary's Organ Fund	-	434
Appeals and donations - St Aidan's Fund	5,000	-
Appeals and donations - General Fund	10,784	16,493
Gift Aid tax reclaimed	14,589	15,017
Parochial Fees	10,541	9,601
Manchester Street Fund	4,570	4,700
Mission Giving Funds Received	1,438	1,002
	147,837	125,972
Investment income		
Interest Received - St Mary's Fund	137	6
Interest Received - St James' Fund	20	-
Interest Received - St Aidan's Beacon	2	-
Interest Received - St Mary's Organ Fund	36	2
Interest Received - Appeal Fabric Fund	10	-
Interest Received - St Aidan's Fund	3	-
Interest Received - Manchester Street	6	-
Interest Received - General Fund	280	9
Income from other investments	1,524	1,474
	2,018	1,491
Other income		
Churches and Halls' Lettings	8,631	6,224
	8,631	6,224
Charitable activities		
Depreciation of fixtures and fittings	(173)	(204)
Charitable donations	(2,815)	(2,202)
Parish Share	(50,500)	(65,000)
Clergy Expenses	(2,313)	(1,780)
Clergy Housing Costs	(4,291)	(4,086)
Water rates	(552)	(409)
Light, heat and power	(21,286)	(9,867)
Insurance	(12,260)	(11,716)
Halls' Running Costs	(3,363)	(3,041)
Parish Office Costs - St Aidan's Beacon Project Fund	-	(1,778)

Detailed Statement of Financial Activities for the Year Ended 31 December 2022 (continued)

	Total 2022 £	Total 2021 £
Parish Office Costs - St Aidan's Beacon Project Fund	-	(5,334)
Parish Office Costs - Restricted Governance Costs	-	(82)
Parish Office Costs - Restricted Establishment Costs	(504)	(246)
Parish Office Costs - Unrestricted Governance Costs	-	(3,395)
Parish Office Costs - Unrestricted Establishment Cost	(15,031)	(10,187)
Repairs and maintenance	(11,766)	(6,671)
Church Altar Requisites	(96)	(59)
Church Altar Requisites	(516)	(520)
Church Organists, Choirs and Music	(2,978)	(3,168)
	(128,444)	(129,745)
Other expenditure		
Projects - St Mary's Fund	(8,568)	-
Projects - St James' Fund	(774)	-
Projects - Appeal Fabric Fund	(799)	-
Projects - St Aidan's Fund	(1,024)	-
Projects - Manchester Street Fund	(3,403)	(28,542)
Projects - General Fund	(3,039)	(1,044)
Bank charges - St Aidan's Beacon Project Fund	(81)	(96)
Bank charges - Manchester Street Fund	(81)	(96)
Bank charges - General Fund	(341)	(330)
	(18,110)	(30,108)
Gains/losses on investment assets		
Funds - investment assets - St Luke's Fund	(2,873)	3,054
Funds - investment assets - Dark Lane Fund	(3,964)	4,214

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST AIDAN, ST JAMES AND

England & Wales - Charity number 1131093

Accounts

Charity registration number: 1 131093

Morpeth Parochial Church Council

Annual Report and Financial

Statements for the Year Ended

31 December 2021

Wellway Accountants Limited
Borough Hall
Wellway

Morpeth Parochial Church Council

Morpeth
Northumberland
NE61 IBN

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Morpeth Parochial Church Council

Reference and Administrative Details

Trustees	Reverend Simon J H White
	Reverend Paul Rusby
	Reverend Jeremy Cooper
	Mr Jonathan Richardson
	Mr Michael Daws
	Dr Robert Young
	Ms Sarah Wylie
	Mrs Jeannette Waters
	Mr David Pope
	Mrs Pauline Young
	Mrs Pauline Ferguson
	Dr Lindsay Gilflllan
	Mrs Christine Stevenson
	Prof. Andrew Cant
	Mrs Val Pope
	Mrs Val Cowan
	Mr David Waters
	Mrs sally Keith
	Mrs Julia Tasker
	Mrs Carol Reed
Principal Office	Morpeth Parish Office St Aidan's Church Shields Road Morpeth Northumberland NE61 2SA
Charity Registration Number	1131093
Auditor	Wellway Accountants Limited Borough Hall Wellway Morpeth Northumberland NE61 IBN

Morpeth Parochial Church Council

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2021 ,

Objectives and activities

Public benefit

The Parish has been a centre of worship and of service to the community of Morpeth for over 800 years. Our purpose is to be a worshipping and praying community, which is open to the Grace of God, active in Christian service and ready to reach out in fellowship to enable people to respond to God, so that we can continue Christ's work in the world.

Morpeth Parochial Church Council has the responsibility of co-operating with the incumbent, the Rev Simon White, in promoting in the ecclesiastical parish the whole mission of the church, pastoral, evangelistic, social and ecumenical. It also has maintenance responsibilities for the three local churches: St Mary's, St James' and St Aidan's and the premises at 7 Manchester Street.

The parish has continued throughout the year to develop its outward looking focus and to invest in the community especially with its community project and worker based in Stobhill. The parish has now developed a mission action plan to help the parish grow in mission and evangelism. This plan has helped the parish to seek to develop all its church centres into sacred & colnmunity spaces and to continue to serve the wider community. As part of this plan, the parish conducted a feasibility plan, examining potential uses for its property at 7 Manchester Street.

The PCC members are responsible for making decisions on all matters of general concern and importance to the parish including deciding on how funds of the Parish are to be spent. The clergy and PCC consider the Charity Commission's guidance on pubfic benefit and, in particular, the specific guidance on charities thr the advancement of religion.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales,

Structure, governance and management

Recruitment and appointment oftrustees

Trustees are appointed at the APCM, however the trustees may appoint a new trustee to fill a vacancy temporarily or to bring in additional skills or experience. Such a trustee will retire at the next AGM but can then be reappointed.

Financial instruments

Ohjectives andpolicies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and Liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of frustees, which provide "mitten principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Trustees' Report

Cash flow risk

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments.

The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

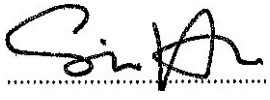
The charity has no signiflcant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance,

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The annual report was approved by the trustees of the charity on 15 March 2022 and signed on its behalf by:



Reverend Sim n J H White
Trustee

Statement of Trustees' Responsibilities

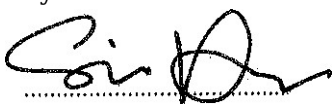
The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

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

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

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 201 1, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 15 March 2022 and signed on its behalf by:



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Reverend Simon J H White
Trustee

Independent Examiner's Report to the trustees, Morpeth Parochial Church Council

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2021 which are set out on pages 6 to 20.

Morpeth Parochial Church Council

Respective responsibilities of trustees and examiner
As the charity's trustees of Morpeth Parochial Church Council you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examlnation of the Morpeth Parochial Church Council's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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

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

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

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Borough Hall
Wellway
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15 February 2022

Morpeth Parochial Church Council

Financial for the Year Ended 31 December 2021

Statement of Activities

	Note				
Income and Endowments from:		Donations and legacies			
Donations and legacies		Investment income	3		
Investrnent income	3	Other income			
Other income		Total Income			
Total Income		Expenditure on:			
Expenditure on:		Charitable activities			
Charitable activities		Other expenditure	7		
Other expenditure	7	Total Expenditure			
Total Expenditure		Gains/kosses on investment assets			
Gains/kosses on investment assets		Net movement in ftnds			
Net movement in ftnds		Reconciliation of funds			
Reconciliation of funds		Total funds brought forward			
Total funds brought forward		Total funds carried forward			
Total funds carried forward					

	Note
Income and Endowments from:	
Donations and legacies	
Investment income	3
Other income	
Total Income	
Expenditure on:	
Charitable activities	
Other expenditure	7
Total Expenditure	
Gains/losses on investment assets	
Net movement in funds	
Reconciliation of funds	
Total funds brought forward	

Total funds carried f01ward	-	4,057	4,057	
General funds	Restricted funds	2,345	6,121	8,466
		4,057		4,057
119,868	6,104 8			113,26 2
6,224	-			
127,575	6,112	17,137	104,591	121,728
				98,470
6, 2 (122,246)	(7,499)	(129,745)		
2 (1,374)	(28,734)	(30,108)		
(123,620)	(36,233)	(159,853)		
-	7,268	7,268		
4 3,955	(22,853)	(18,898)		
17,137	104,591	121,728		
21,092	81,738	102,830		

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2020 is shown in note 15.

(Registration number: 1131093) Balance Sheet as at 31 December 2021

	General funds	Restricted funds	Total 2020
	121,633	22,067	143,700
	1,882	67	1,949
	4,233	-	4,233
	127,748	22,134	149,882
	(123,887) (1,516)	(8,350) (11,720)	(132,237) (13,236)
		(11,720)	(13,236)
	(125,403)	(20,070)	(145,473)

	2021 2020 Note		
Fixed assets			
Tangible assets	11		
Investments	12	58,077 50,809	

Notes to the Financial Statements for the Year Ended 31 December 2021

59,263

Current assets			
Debtors	13	14,906	2,203
Cash at bank and in hand		75,380	103,297
		90,286	105,500
Creditors: Amounts falling due within one year	14	(46,719)	(35,971)
Net current assets		43,567	69,529
52,199			
Net assets	102,830		
Funds of the charity:			
Restricted funds		81,738	104,591
Unrestricted income funds			17,137
Unrestricted funds		21,092	
Total funds	15	102,830	121,728
121,728			

The financial statements on pages 6 to 20 were approved by the trustees, and authorised for issue on 15 March 2022 and signed on their behalf by:

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Reverend Simon J H White

Trustee

I Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting

Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

Morpeth Parochial Church Council meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be

measured with sufficient reliability.

Donations and legacies

Donations 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 reasonably certain.

Gift aid

Income tax recoverable on Gift Aid donations is recognised when the income is received.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Raisingfunds

Costs of generating funds are the costs of trading for fundraising purposes.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessa1Y to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, aflocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs .

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of incolne or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing €0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	15% on reducing balance

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impainnent of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade Creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs.Interes

borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of' the relevant borrowing,

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general frnds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at fransaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the an•angement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a .net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, signiflcant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinalY or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Derivative financial instruments

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place, If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

2 Income from donations and legacies

	General funds	Restricted funds	Total 2021	Total 2020
Donations and legacies				
Planned giving	77,755	-	77,755	76,176
Gift aid tax reclaimed	15,017	-	15,017	18,790
	92,772	2,194	94,966	94,966
Other voluntary incoming resources				
Appeals and donations	16,493	6,104	22,597	40,793
Fundraising	1,002	-	1,002	1,946
	1,002	1,946	1,002	1,946

	] 7,495	6,104	23,599	42,739
Income from charitable trading				
and Funerals)	9,601	-	9,601	5,995
	9,601	-	9,601	5,995
Parochial fees (Baptism, Wedding				
	1 19,868	6,104	125,972	143,700

3 Investment income

	General funds	Restricted funds	Total 2021	Total 2020
Interest receivable and similar income;				
Interest receivable	9	8	17	130
Other investment income 1 ,474		-	1,474	1,819

4 Other income

	General funds	Restricted funds	Total 2021	Total 2020
Church hall letting	6,224		6,224	4,233
	1,483	8	f,491	1,949

5 Expenditure on raising funds

6 Expenditure on charitable activities

Note	General funds	Restricted funds -	Total 2021	Total 2020
Mission giving	2,202		2,202	3,146
Depreciation, amortisation and other similar costs	204		204	240
Establishment Costs		5,580	111,666	105,078
Repairs and maintenance	6,671			8,286
Church music and altar requisites	3,688	59	3,747	11,792 3,695
Other governance costs	3,395	1,860	5,255	

	122,246	7,499	129,745	132,237

	Activity undertaken directly 2021	Total
Mission giving	2,202	2,202

7 Other expenditure

	General funds	Restricted funds	Total 2021	Total 2020
Proj ects	1,044	28,542	29,586	12,889
Allocated support costs	330	192	522	347
1,374	28,734		30,108	13,236

8 Net incoming/outgoing resources

Net (outgoing)/incoming resources for the year include:

	2021	2020
Depreciation of fixed assets	204	240

9 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

10 Taxation

The charity is a registered charity and is therefore exempt from taxation.

11 Tangible fixed assets

	Cost
At 1 January 2021	

At 31 December 2021	Furniture and equipment	Total
Depreciation		
At 1 January 2021		
Charge for the year		
	5,545	5,545
At 31 December 2021		
	5,545	5,545
Net book value		
At 31 December 2021		
At 31 December 2020	204	204
		4,359
	4,359	
12 Fixed asset investments	1,186	1,186
	1,390	1,390

Other investments

	2021	2020
	58,077	50,809

Other investments

	Listed investments Total	
Cost or Valuation		
At I January 2021	50,809	50,809
Revaluation	7,268	
	7,268	
		58,077
	58,077	
At 31 December 2021		
		58,077
	58,077	
		50,809
	50,809	

Notes to the Financial Statements for the Year Ended 31 December 2021

Net book value

At 31 December 2021 At 31 December 2020

13 Debtors

	2021	2020
Prepayments	14,841	2,097
Other debtors	65	106
	14,906	2,203

14 Creditors: amounts falling due within one year

	2021	2020
Trade creditors	1,956	3,564
Other creditors	27,591	28,253
Accruals	17,172	4,154
	46,719	35,971

Total funds	(113,262)	(149,882)	145,353	(3,937)	(121,728)

15 Funds

Unrestricted funds	Balance at 1 January 2021	Incoming resources	Resources expended	Other recognised gains/ (losses)	Balance at 31 December 2021
Restricted Funds - Brought forward	(104,591)	-	-	-	(104,591)
General	(17,137)	(127,575)	123,620	-	(21,092)
Restricted Funds - Incoming resources	-	(6,112)	-	-	(6,112)
Restricted Funds - Resources expended	-	-	36,041	-	36,041
Restricted Funds	(104,591)	(6,112)	36,041	(7,076)	(81,738)
Restricted Funds - Other recognised gains/losses	-	-	-	(7,076)	(7,076)
Total funds	(121,728)	(133,687)	159,661	(7,076)	(102,830)

Morpeth Parochial Church Council

Notes to the Financial Statements for the Year Ended 31 December 2021

	1 January 2020	Incoming resources	Resources expended	recognised gains/ (losses)	December 2020
Unrestricted funds					
General	(14,792)	(127,748)	125,403	-	(17,137)
Restricted funds	(98,470)	(22,134)	19,950	(3,937)	(104,591)

General Fund - This fund is unrestricted and can be used in accordance with the charitable objectives at the discretion of the trustees.

The specific purposes for which the funds are to be applied are as follows:

St Mary's Fabric Fund - The St Mary's Fabric Fund is restricted to the repair and maintenance of the fabric of St Maw's church or other purposes to the benefit of the fabric of St Mary's church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St James' Fabric Fund - The St James' Fabric Fund is restricted to the repair and maintenance of the fabric of St James' church or other purposes to the benefit of the fabric of St James' church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St Aidan's Beacon Community Fund - This fund is restricted for use on the Beacon Project.

St Mary's Organ Fund - St Mary's Organ Fund is restricted to the repair and maintenance of the organ in St Mary's Church or other purposes to the benefit of the organ in St Mary's Church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St Luke's Investment Fund - This fund was created from the sale of St Luke's, Hepscott.

Dark Lane Investment Fund - This fund was created from the sale of church property.

Appeal Fabric Fund - The Appeal Fabric Fund is restricted to the repair and maintenance of the fabric of the churches and other buildings of Morpeth Parish or other purposes to the benefit of the fabric of these churches and other buildings at the discretion of the Morpeth Parochial Church Council acting as trustees.

Notes to the Financial Statements for the Year Ended 31 December 2021

St Aidan[l] s Fabric Fund The St Aidan [1] s Fabric Fund is restricted to the repair and maintenance of the fabric of St Aidan[t]s church or other purposes to the benefit of the fabric of St Aidan[t]s church at the discretion of the Morpeth Parochial Church Council acting as trustees.

Manchester Street Fund - This fund is restricted to funding and expenses of the project to refurbish the property at 7 Manchester Street.

16 Analysis of net assets between funds

	General	Restricted funds	Total funds
Tangibte fixed assets			
Fixed asset investments		58,077	58,077
Current assets	57,428	32,858	90,286
Current liabilities	(37,522)	(9,197)	(46,719)
Total net assets	21,092	81,738	102,830

17 Analysis of net funds

	At 1 January	Cash flow 2021	At 31 December 2021
	103,297	(27,917)	75,380
Cash at bank and in hand	103,297	(27,917)	75,380
Net debt			

Morpeth Parochial Church Council for the Year Ended 31 December 2021

Statement of Financial Activities by fund

	Total Unrestricted funds 2021	Unrestricted funds 2020
Income and Endowments from:		
Donations and legacies	119,868	121,633
Investment income	1,483	1,882
Other income	6,224	4,233
Total income	127,575	127,748
Total expenditure	(123,620)	(125,403)
Net income	3,955	2,345

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

			Total 2020
			(1,516)
Expenditure on:			
Charitable activities		(122,246)	(123,887)
Other expenditure		(1,374)	
Net movement in funds		3,955	2,345
Reconciliation of funds			
Total funds brought forward		17,137	14,792
Total funds carried forward	21,092		
	17,137		

Statement of Financial Activities by fund

Morpeth Parochial Church Council for the Year Ended 31 December 2021

	Total	Restricted funds	Restricted funds
Income and Endowments from:	2021		2020
Donations and legacies	6,104		22,067

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

		Total 2020
Investment income	8	67
Expenditure on:		
Charitable activities	(7,499)	(8,350)
Other expenditure	(28,734)	(1 1 ,720)

Total expenditure	(36,233)	(20,070)
Gains/losses on investment assets	7,268	4,057
	6,121	
Net (expenditure)/income		(22,853)

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

	Total 2020
Net movement in funds	
Reconciliation of funds	
(22,853)	
	6,121
Total funds brought forward	
104,591	
	98,470

Morpeth Parochial Church Council for the Year Ended 31 December 2021

Income and Endowments from:	.Total 6,112 2021	22,134
Donations and legacies (analysed below)	125,972	143,700
Investment income (analysed below)	1,491	1,949
Other income (analysed below)	6,224	4,233
Total income		
Expenditure on:		
Charitable activities (analysed below)	(129,745)	(132,237)
Other expenditure (analysed below)	(30,108)	(13,236)
Total expenditure	(159,853)	(145,473)
Gains/losses on investment assets (analysed below)	7,268	4,057
Net (expenditure)/income	(18,898)	8,466
Net movement in funds	(18,898)	8,466
Reconciliation of funds		
Total funds brought forward	121,728	1 13,262
Total funds carried forward 81,738 104,591		

Total income	133,687	149,882
Total funds carried forward 102,830 121,728		

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

	Total 2021	Total 2020
Donations and legacies		
Planned giving	77,755	76,176
Appeals and donations - St Mary's Fabric Fund	720	500
Appeals and donations - St James' Fabric Fund	250	567
Appeals and donations - St Aidan's Beacon Project Fund		10,000
Appeals and donations - St Mary's Organ Fund	434	
Appeals and donations General Fund	16,493	18,726
Gift Aid tax reclaimed		18,790
Parochial Fees	9,601	5,995
Manchester Street Fund	4,700	11,000
Mission Giving Funds Received	1,002	1,946
	125,972	143,700
Investment income		
Interest Received - St Mary's Fabric Fund	6	45
Interest Received - St James' Fabric Fund		6
Interest Received - St Mary's Organ Fund	2	12
Interest Received - Appeal Fabric Fund		3
Interest Received - St Aidan's Fabric Fund		1
Interest Received - General Fund	9	63
Income from other investments	1,474	1,819
	1,491	
Other income		
Church Hall	6,224	4,233
Lettings		1,949
	6,224	4,233
Charitable activities .		
Depreciation of fixtures and fittings	(204)	(240)
Charitable donations	(2,202)	(3,146)
Parish Share	(65,000)	(65,800)
Clergy Expenses	(1,780)	(1 ,983)
Clergy Housing Costs	(4,086)	(3,977)
Water rates	(409)	(282)
Light, heat and power	(9,867)	(8,806)
Insurance		(11,466)

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

					Total 2020
Church Hall Running Costs				(3,041)	(2,435)
Parish Office Costs - St Aidan's Beacon Project Fund					(8,350)
Parish Office Costs St Aidan's Becon Project Fund				(5,334)	
Parish Office Costs					
Parish Office Costs				(246)	
Parish Office Costs - General Fund					
Parish Office Costs - General Fund					
Repairs and maintenance					
Church Altar Requisites				(28,542)	(11,520)
Church Altar Requisites				(1,044)	(15289)
Church Organists, Choirs and Music				(96)	(60)
				(96)	(60)
				(330)	(227)
					(227)
Other expenditure					(13,236)
Projects - St James' Fabric Fund					
Projects					
Projects - General Fund					788
Bank charges - St Aidan's Beacon Project Fund				3,054	1,373
				4,214	1,896
Bank charges - Manchester Street Fund Bank charges - General Fund					1,896
Gains/losses on investment assets					
(Gain)/loss on programme related investments					
Funds - investment assets - St Luke's Fund					
Funds - investment assets - Dark Lane Fund Total					
2021					
(3,395)	(3 ,442)	(129,745)			
(10,187)	(10,329)	(132,237)			
.(6,671)	(8,286)				
(520)					
(3,168)	(3,028)				

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST AIDAN, ST JAMES AND

England & Wales - Charity number 1131093

Accounts

Charity registration number: 1131093

Morpeth Parochial Church Council

Annual Report and Financial Statements

for the Year Ended 31 December 2020

Wellway Accountants Limited
Borough Hall
Wellway
Morpeth
Northumberland
NE61 1BN

Morpeth Parochial Church Council

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Morpeth Parochial Church Council

Reference and Administrative Details

Trustees	Reverend Simon J H White
	Reverend Jeremy Cooper
	Reverend Elizabeth Brown
	Reverend Paul Rusby
	Mr Jonathan Richardson
	Mr Michael Daws
	Dr Robert Young
	Mrs Carol Reed
	Mrs Pauline Ferguson
	Mrs Val Pope
	Mrs Sally Keith
	Mrs Val Cowan
	Mr Dave Pope
	Mr David Waters
	Dr Lindsay Gilfillan
	Mrs Pauline Young
	Mrs Christine Stevenson
	Mrs Julia Tasker
	Mr Robert Bing
	Mrs Jeannette Waters
	Prof. Andrew Cant
Principal Office	Morpeth Parish Office St Aidan's Church Shields Road Morpeth Northumberland NE61 2SA
Charity Registration Number	1131093
Auditor	Wellway Accountants Limited Borough Hall Wellway Morpeth Northumberland NE61 1BN

Morpeth Parochial Church Council

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2020.

Objectives and activities

Public benefit

The Parish has been a centre of worship and of service to the community of Morpeth for over 800 years. Our purpose is to be a worshipping and praying community, which is open to the Grace of God, active in Christian service and ready to reach out in fellowship to enable people to respond to God, so that we can continue Christ's work in the world.

Morpeth Parochial Church Council has the responsibility of co-operating with the incumbent, the Rev Simon White, in promoting in the ecclesiastical parish the whole mission of the church, pastoral, evangelistic, social and ecumenical. It also has maintenance responsibilities for the three local churches: St Mary's, St James' and St Aidan's and the premises at 7 Manchester Street.

The parish has continued throughout the year to develop its outward looking focus and to invest in the community especially with its community project and worker based in Stobhill. The parish has now developed a mission action plan to help the parish grow in mission and evangelism. This plan has helped the parish to seek to develop all its church centres into sacred & community spaces and to continue to serve the wider community. As part of this plan, the parish conducted a feasibility plan, examining potential uses for its property at 7 Manchester Street.

The PCC members are responsible for making decisions on all matters of general concern and importance to the parish including deciding on how funds of the Parish are to be spent. The clergy and PCC consider the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Structure, governance and management

Recruitment and appointment of trustees

Trustees are appointed at the APCM, however the trustees may appoint a new trustee to fill a vacancy temporarily or to bring in additional skills or experience. Such a trustee will retire at the next AGM but can then be reappointed.

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments.

The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The annual report was approved by the trustees of the charity on 30 March 2021 and signed on its behalf by:

.....
Reverend Simon J H White
Trustee

Morpeth Parochial Church Council

Statement of Trustees' Responsibilities

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

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

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

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

Approved by the trustees of the charity on 30 March 2021 and signed on its behalf by:

.....
Reverend Simon J H White
Trustee

Morpeth Parochial Church Council

Independent Examiner's Report to the trustees, Morpeth Parochial Church Council

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2020 which are set out on pages 6 to 20.

Respective responsibilities of trustees and examiner

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

I report in respect of my examination of the Morpeth Parochial Church Council's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

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

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

.....

Borough Hall
Wellway
Morpeth
Northumberland
NE61 1BN

30 March 2021

Morpeth Parochial Church Council

Statement of Financial Activities for the Year Ended 31 December 2020

	Note	General funds £	Restricted funds £	Total 2020 £
Income and Endowments from:				
Donations and legacies		121,633	22,067	143,700
Investment income	3	1,882	67	1,949
Other income		4,233	-	4,233
Total Income		127,748	22,134	149,882
Expenditure on:				
Raising funds		(117,299)	(6,262)	(123,561)
Charitable activities		(6,588)	(2,088)	(8,676)
Other expenditure	7	(1,516)	(11,720)	(13,236)
Total Expenditure		(125,403)	(20,070)	(145,473)
Gains/losses on investment assets		-	4,057	4,057
Net movement in funds		2,345	6,121	8,466
Reconciliation of funds				
Total funds brought forward		14,792	98,470	113,262
Total funds carried forward	15	17,137	104,591	121,728

	Note	General funds £	Restricted funds £	Total 2019 £
Income and Endowments from:				
Donations and legacies		122,715	24,356	147,071
Investment income	3	1,864	101	1,965
Other income		12,991	-	12,991
Total Income		137,570	24,457	162,027
Expenditure on:				
Raising funds		(126,293)	(6,567)	(132,860)
Charitable activities		(7,472)	(2,046)	(9,518)
Other expenditure	7	(3,088)	(10,821)	(13,909)
Total Expenditure		(136,853)	(19,434)	(156,287)
Gains/losses on investment assets		-	9,573	9,573
Net movement in funds		717	14,596	15,313
Reconciliation of funds				
Total funds brought forward		14,075	83,874	97,949
Total funds carried forward	15	14,792	98,470	113,262

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2019 is shown in note 15.

Morpeth Parochial Church Council

(Registration number: 1131093)
Balance Sheet as at 31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	11	1,390	1,630
Investments	12	50,809	60,752
		52,199	62,382
Current assets			
Debtors	13	2,203	564
Cash at bank and in hand		103,297	80,011
		105,500	80,575
Creditors: Amounts falling due within one year	14	(35,971)	(29,695)
Net current assets		69,529	50,880
Net assets		121,728	113,262
Funds of the charity:			
Restricted funds		104,591	98,470
Unrestricted income funds			
Unrestricted funds		17,137	14,792
Total funds	15	121,728	113,262

The financial statements on pages 6 to 20 were approved by the trustees, and authorised for issue on 30 March 2021 and signed on their behalf by:

.....
Reverend Simon J H White
Trustee

Morpeth Parochial Church Council

Notes to the Financial Statements for the Year Ended 31 December 2020

1 Accounting policies

Statement of compliance
The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation
Morpeth Parochial Church Council meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Exemption from preparing a cash flow statement
The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern
The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments
Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations 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 reasonably certain.

Gift aid

Income tax recoverable on Gift Aid donations is recognised when the income is received.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure
Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Raising funds

Costs of generating funds are the costs of trading for fundraising purposes.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	15% on reducing balance

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Trade debtors
Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents
Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors
Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade Creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings
Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure
Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.
Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Derivative financial instruments

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

2 Income from donations and legacies

	General funds £	Restricted funds £	Total 2020 £	Total 2019 £
Donations and legacies				
Planned giving	76,176	-	76,176	80,644
Gift aid tax reclaimed	18,790	-	18,790	19,248
	94,966	-	94,966	99,892
Other voluntary incoming resources				
Appeals and donations	18,726	22,067	40,793	36,665
Fundraising	1,946	-	1,946	2,359
	20,672	22,067	42,739	39,024
Income from charitable trading				
Parochial fees (Baptism, Wedding and Funerals)	5,995	-	5,995	8,155
	5,995	-	5,995	8,155
	121,633	22,067	143,700	147,071

3 Investment income

	General funds £	Restricted funds £	Total 2020 £	Total 2019 £
Interest receivable and similar income;				
Interest receivable	63	67	130	199
Other investment income	1,819	-	1,819	1,766
	1,882	67	1,949	1,965

4 Other income

	General funds £	Restricted funds £	Total 2020 £	Total 2019 £
Church hall letting	4,233	-	4,233	12,991

5 Expenditure on raising funds

a) Costs of generating donations and legacies

	Note	General funds £	Restricted funds £	Total 2020 £	Total 2019 £
Expenditure on raising funds					
Establishment costs		105,078	6,262	111,340	120,497
Repairs and maintenance		8,286	-	8,286	7,849
Church music and altar requisites		3,695	-	3,695	4,233
Depreciation of tangible fixed assets		240	-	240	281
		117,299	6,262	123,561	132,860

6 Expenditure on charitable activities

	Note	General funds £	Restricted funds £	Total 2020 £	Total 2019 £
Mission giving		3,146	-	3,146	3,859
Governance costs		3,442	2,088	5,530	5,659
		6,588	2,088	8,676	9,518

7 Other expenditure

	General funds £	Restricted funds £	Total 2020 £	Total 2019 £
Projects	1,289	11,600	12,889	13,500
Allocated support costs	227	120	347	409
	1,516	11,720	13,236	13,909

8 Net incoming/outgoing resources

Net incoming resources for the year include:

	2020 £	2019 £
Depreciation of fixed assets	240	281

9 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

10 Taxation

The charity is a registered charity and is therefore exempt from taxation.

11 Tangible fixed assets

	Furniture and equipment £	Total £
Cost		
At 1 January 2020	5,545	5,545
At 31 December 2020	5,545	5,545
Depreciation		
At 1 January 2020	3,915	3,915
Charge for the year	240	240
At 31 December 2020	4,155	4,155
Net book value		
At 31 December 2020	1,390	1,390
At 31 December 2019	1,630	1,630

12 Fixed asset investments

	2020 £	2019 £
Other investments	50,809	60,752

Other investments

	Listed investments £	Total £
Cost or Valuation		
At 1 January 2020	60,753	60,753
Revaluation	3,268	3,268
Disposals	(13,212)	(13,212)
At 31 December 2020	50,809	50,809
Net book value		
At 31 December 2020	50,809	50,809
At 31 December 2019	60,753	60,753

13 Debtors

	2020 £	2019 £
Prepayments	2,097	488
Other debtors	106	76
	2,203	564

14 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	3,564	1,970
Other creditors	28,253	23,179
Accruals	4,154	4,546
	35,971	29,695

15 Funds

	Balance at 1 January 2020 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2020 £
Unrestricted funds					
General	(14,792)	(127,748)	125,403	-	(17,137)
Restricted Funds - Brought forward	***(98,470)***	***-***	***-***	***-***	***(98,470)***
Restricted Funds - Incoming resources	***-***	***(22,134)***	***-***	***-***	***(22,134)***
Restricted Funds - Resources expended	***-***	***-***	***19,950***	***-***	***19,950***
Restricted Funds - Other recognised gains/losses	***-***	***-***	***-***	***(3,937)***	***(3,937)***
Restricted funds	(98,470)	(22,134)	19,950	(3,937)	(104,591)
Total funds	(113,262)	(149,882)	145,353	(3,937)	(121,728)

	Balance at 1 January 2019 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2019 £
Unrestricted funds					
General	(14,075)	(137,570)	136,853	-	(14,792)
Restricted funds	(83,874)	(24,457)	19,341	(9,480)	(98,470)
Total funds	(97,949)	(162,027)	156,194	(9,480)	(113,262)

The specific purposes for which the funds are to be applied are as follows:

General Fund - This fund is unrestricted and can be used in accordance with the charitable objectives at the discretion of the trustees.

St Mary's Fabric Fund - The St Mary's Fabric Fund is restricted to the repair and maintenance of the fabric of St Mary's church or other purposes to the benefit of the fabric of St Mary's church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St James' Fabric Fund - The St James' Fabric Fund is restricted to the repair and maintenance of the fabric of St James' church or other purposes to the benefit of the fabric of St James' church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St Aidan's Beacon Community Fund - This fund is restricted for use on the Beacon Project.

St Mary's Organ Fund - St Mary's Organ Fund is restricted to the repair and maintenance of the organ in St Mary's Church or other purposes to the benefit of the organ in St Mary's Church at the discretion of the Morpeth Parochial Church Council acting as trustees.

St Luke's Investment Fund - This fund was created from the sale of St Luke's, Hepscott.

Dark Lane Investment Fund - This fund was created from the sale of church property.

Appeal Fabric Fund - The Appeal Fabric Fund is restricted to the repair and maintenance of the fabric of the churches and other buildings of Morpeth Parish or other purposes to the benefit of the fabric of these churches and other buildings at the discretion of the Morpeth Parochial Church Council acting as trustees.

St Aidan's Fabric Fund - The St Aidan's Fabric Fund is restricted to the repair and maintenance of the fabric of St Aidan's church or other purposes to the benefit of the fabric of St Aidan's church at the discretion of the Morpeth Parochial Church Council acting as trustees.

Manchester Street Fund - This fund is restricted to funding and expenses of the project to refurbish the property at 7 Manchester Street.

16 Analysis of net assets between funds

	General funds £	Restricted funds £	Total funds £
Tangible fixed assets	1,390	-	1,390
Fixed asset investments	-	50,809	50,809
Current assets	49,133	56,367	105,500
Current liabilities	(33,385)	(2,586)	(35,971)
Total net assets	17,138	104,590	121,728

17 Analysis of net funds

	At 1 January 2020 £	Cash flow £	At 31 December 2020 £
Cash at bank and in hand	80,011	23,286	103,297
Net debt	80,011	23,286	103,297

Morpeth Parochial Church Council

Statement of Financial Activities by fund for the Year Ended 31 December 2020

	Total Unrestricted funds 2020 £	Unrestricted funds 2019 £
Income and Endowments from:		
Donations and legacies	121,633	122,715
Investment income	1,882	1,864
Other income	4,233	12,991
Total income	127,748	137,570
Expenditure on:		
Raising funds	(117,299)	(126,293)
Charitable activities	(6,588)	(7,472)
Other expenditure	(1,516)	(3,088)
Total expenditure	(125,403)	(136,853)
Net income	2,345	717
Net movement in funds	2,345	717
Reconciliation of funds		
Total funds brought forward	14,792	14,075
Total funds carried forward	17,137	14,792

Morpeth Parochial Church Council

Statement of Financial Activities by fund for the Year Ended 31 December 2020

	Total Restricted funds 2020 £	Restricted funds 2019 £
Income and Endowments from:		
Donations and legacies	22,067	24,356
Investment income	67	101
Total income	22,134	24,457
Expenditure on:		
Raising funds	(6,262)	(6,567)
Charitable activities	(2,088)	(2,046)
Other expenditure	(11,720)	(10,821)
Total expenditure	(20,070)	(19,434)
Gains/losses on investment assets	4,057	9,573
Net income	6,121	14,596
Net movement in funds	6,121	14,596
Reconciliation of funds		
Total funds brought forward	98,470	83,874
Total funds carried forward	104,591	98,470

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2020

	Total 2020 £	Total 2019 £
Income and Endowments from:		
Donations and legacies (analysed below)	143,700	147,071
Investment income (analysed below)	1,949	1,965
Other income (analysed below)	4,233	12,991
Total income	149,882	162,027
Expenditure on:		
Raising funds (analysed below)	(123,561)	(132,860)
Charitable activities (analysed below)	(8,676)	(9,518)
Other expenditure (analysed below)	(13,236)	(13,909)
Total expenditure	(145,473)	(156,287)
Gains/losses on investment assets (analysed below)	4,057	9,573
Net income	8,466	15,313
Net movement in funds	8,466	15,313
Reconciliation of funds		
Total funds brought forward	113,262	97,949
Total funds carried forward	121,728	113,262

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2020

	Total 2020 £	Total 2019 £
Donations and legacies		
Planned giving	76,176	80,644
Appeals and donations - St Mary's Fabric Fund	500	3,317
Appeals and donations - St James' Fabric Fund	567	3,919
Appeals and donations - St Aidan's Beacon Project Fund	10,000	-
Appeals and donations - St Mary's Organ Fund	-	2,120
Appeals and donations - General Fund	18,726	12,309
Gift Aid tax reclaimed	18,790	19,248
Parochial Fees	5,995	8,155
Manchester Street Fund	11,000	15,000
Mission Giving Funds Received	1,946	2,359
	143,700	147,071
Investment income		
Interest Received - St Mary's Fabric Fund	45	55
Interest Received - St James' Fabric Fund	6	32
Interest Received - St Mary's Organ Fund	12	6
Interest Received - Appeal Fabric Fund	3	6
Interest Received - St Aidan's Fabric Fund	1	2
Interest Received - General Fund	63	98
Income from other investments	1,819	1,766
	1,949	1,965
Other income		
Church Hall Lettings	4,233	12,991
	4,233	12,991
Raising funds		
Depreciation of fixtures and fittings	(240)	(281)
Parish Share	(65,800)	(70,000)
Clergy Expenses	(1,983)	(3,176)
Clergy Housing Costs	(3,977)	(5,010)
Water rates	(282)	(357)
Light, heat and power	(8,806)	(11,568)
Insurance	(11,466)	(10,564)
Church Hall Running Costs	(2,435)	(2,843)
Parish Office Costs - St Aidan's Becon Project Fund	(6,262)	(6,138)
Parish Office Costs - General Fund	(10,329)	(10,841)
Repairs and maintenance	(8,286)	(7,849)
Church Altar Requisites	-	(429)
Church Altar Requisites	(667)	(570)

Morpeth Parochial Church Council

Detailed Statement of Financial Activities for the Year Ended 31 December 2020

	Total 2020 £	Total 2019 £
Church Organists, Choirs and Music	(3,028)	(3,234)
	(123,561)	(132,860)
Charitable activities		
Charitable donations	(3,146)	(3,859)
Parish Office Costs - St Aidan's Becon Project Fund	(2,088)	(2,046)
Parish Office Costs - General Fund	(3,442)	(3,613)
	(8,676)	(9,518)
Other expenditure		
Projects - St Mary's Fabric Fund	-	(2,360)
Projects - St James' Fabric Fund	(80)	(6,468)
Projects - St Aidan's Becon Project Fund	-	(1,900)
Projects	(11,520)	-
Projects - General Fund	(1,289)	(2,772)
Bank charges - St Mary's Fabric Fund	-	(11)
Bank charges - St James' Fabric Fund	-	(11)
Bank charges - St Aidan's Becon Project Fund	(60)	(61)
Bank charges - Manchester Street Fund	(60)	(10)
Bank charges - General Fund	(227)	(316)
	(13,236)	(13,909)
Gains/losses on investment assets		
(Gain)/loss on programme related investments	788	-
Funds - investment assets - St Luke's Fund	1,373	5,229
Funds - investment assets - Dark Lane Fund	1,896	4,344