

**PAROCHIAL CHURCH COUNCIL
OF ST. MARY MAGDALENE,
PADDINGTON**

Registered Charity No: 1131696

**ANNUAL REPORT AND FINANCIAL
STATEMENTS FOR THE YEAR ENDED
31ST DECEMBER 2021**

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021

INDEX

	Page
Trustees' Report	1 - 11
Independent Examiner's Report	12
Statement of Financial Activities	13
Balance Sheet	14
Notes to the Financial Statements	15 - 22

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2021

REFERENCE AND ADMINISTRATIVE INFORMATION

St. Mary Magdalene's Church is part of the United Benefice of St Mary Magdalene and St Peter, Paddington. It is situated in Rowington Close, Warwick Estate, Paddington. It is part of the Diocese of London within the Church of England. The correspondence address is The Vicarage, Rowington Close, London W2 5TF.

The Parochial Church Council (PCC) is a registered charity (No. 1131696).

PCC members who have served from 1st January 2021 until the date this report was approved are:

Incumbent:

The Revd Henry Everett Chairman

Wardens:

Virginia Ashton
Lesley Chakravorty Treasurer

Representative on the Deanery Synod:

Jonathan Porter

Elected members:

Carolyn Barker-Mill
Nicky Chakravorty Vice Chairman, Secretary
Cathy Duckett
Nina Irwin
Nicholas Kaye

STRUCTURE, GOVERNANCE AND MANAGEMENT

The method of appointment of PCC members is set out in the Church Representation Rules. All Church attendees are encouraged to register on the Electoral Roll and stand for election to the PCC.

The PCC met 8 times during the year in the Church or on Zoom. During the PCC meetings some time was spent on dealing with matters to do with the building projects, safeguarding, developing our Mission Action Plan and Covid restrictions. In May there was also a meeting of Fr Henry and the Benefice churchwardens.

AIM AND PURPOSES

St Mary Magdalene's PCC has the responsibility of co-operating with the Vicar, in promoting in the ecclesiastical parish the whole mission of the Church, pastoral, evangelistic, social and ecumenical. It also has maintenance responsibilities for the Church building.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

OBJECTIVES AND ACTIVITIES

The PCC is committed to enabling as many people as possible to worship at our Church and to become part of our parish community. The PCC maintains an overview of worship throughout the parish and makes suggestions on how our services can involve the many groups that live within our parish.

When planning our activities for the year, the vicar and the PCC have considered the Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. In particular we try to enable ordinary people to live out their faith as part of our parish community through:

Worship and prayer; learning about the Gospel; and developing their knowledge and trust in Jesus.
Provision of pastoral care for people living in the parish.

To facilitate and further this work it is important that we maintain the fabric of the Church and continue with our restoration and development programme for the building.

Risk Management

The PCC Trustees have overall responsibility for the management of risk.

This can be divided into two areas, the Church and the Project.

The Church

As a PCC we have regular meetings where we discuss the status of the funds and risks involved. In our efforts to increase collections and donations we do ask congregation members to give generously. All are welcome and appreciated regardless of the amount donated. There is no undue pressure in order to avoid causing financial problems for individuals.

The Project/Grand Junction

The Management Board comprises PDT trustees and PCC representatives. Staff appointments and all financial decisions are made by the Board. During the building work and renovation, the Board has taken advice from the Project Manager and Cost Consultant to avoid the possibility of financial complications to the project and its ongoing activities.

Disclosure requirements concerning fundraising for charities

We have used both professional and volunteer fundraisers. Most of the funds have been raised from the NLHF and other charitable trusts. When individuals have been asked for donations, this has been done in a non-aggressive way.

The Management Board has had discussions about only accepting money from ethical sources.

Neither the Church nor the PDT have received any complaints about our fundraising.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

Achievements and Performance

Church attendance

There are 29 parishioners on the Church Electoral Roll. Most of those on the roll are resident within the parish or within 2 miles of the church. The average attendance on an ordinary Sunday was 21, as attendances returned to normal after COVID. Two weddings, one funeral, one baptism and one First Communion happened in church.

United Benefice

With St Peter's Elgin Avenue we are The United Benefice of St Mary Magdalene and St Peter, Paddington. We continue to work together with joint services, social events and administration tasks.

Worship and Prayer

The PCC are keen to offer a range of services during the week and over the year that our community find both beneficial and spiritually fulfilling. For example Evening Prayer provides a quiet, intimate and reflective environment for worship whilst simple Bible stories, singing and prayers are part of our service for the nursery class.

Resuming in the Easter term, after COVID, St Mary Magdalene School had weekly class masses attended by years 3 to 6. There was a whole school assembly in the church each week. Major festivals were celebrated with a whole school Mass.

The new altar for the chancel, made by AJ Brett & Son to a design by Fr Henry, and kindly funded by the Barker-Mill Foundation, was completed and installed in the summer. It was solemnly consecrated by the Bishop of Fulham on the Feast of the Assumption of the Blessed Virgin Mary. We were supported by a choir from St John's, Kensal Green, for the occasion.

The new glass pavilion over the North Porch was blessed by Fr Henry at a solemn ceremony attended by a wide variety of guests and local people, on 6th October.

Mass was celebrated daily in the Benefice, and Evening Prayer took place every weekday.

Home communion was given when requested.

There was a weekly Mass for the residents of Forrester Court Care Home when COVID restrictions allowed.

The Solemn Mass for All Souls' Day was able to take place in the normal fashion, with a massive attendance.

Fr Henry sent out a weekly newsletter with news and the streaming of the Sunday Mass continued.

The public worshipping life of the church was normal throughout the year, despite the restrictions imposed by COVID. Unfortunately the Guildhall Alumni Choir, who were to have sung at the Carol Service, were unable to attend due to the rapid spread of COVID and continuing isolation rules, and so James and Fr Henry adapted the service.

Other Matters

Jonathan Porter, a member of the congregation, was accepted for training to be a Licensed Lay Minister.

On 12th July, the church was flooded to a depth of 14 inches, with a sudden influx of water from the mains drains in Rowington Close, forcing open a manhole in the Chapel. This drain had been sealed with concrete when drainage work was done ten years ago, but the force of water destroyed the concrete. Fortunately the water subsided very quickly, and so the inundation was quite short-lived, and unlike many residents of Shirland Road and Kilburn Park Road (flooded in the same incident) there was no sewage in our floodwater. The floodwaters burst the plywood screen that had been protecting the Chapel and flooded the whole of the Undercroft and the basement of the extension. All the new services installed in the HLF refurbishment project were damaged and needed attention. The new furniture in the sacristy was badly damaged, and some vestments and altar frontals damaged. There was very minor damage to the organ blower from the flood. The lift was put out of action, as were the boilers.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

Other Matters Continued

The organ required extensive emergency work to the blower motor, when a bearing seized, which was carried out by Messrs Watkins & Watson, who used to service the blower fifty years ago. We have resumed an arrangement with them. Richard Bower, of Bower Organs, surveyed the lower trunking and put forward a proposal to reduce the amount of wind escaping, which produced serious loss of pressure and very intrusive noise. This work was planned for 2022.

All care and maintenance

PDT undertakes all care and maintenance of the building. In 2019 A Quinquennial Inspection of the building was carried out by the Inspecting Architect Oliver Caroe. The report has not yet been received.

Safety

All safety requirements were met by PDT.

Development Project: Grand Junction.

The PCC has, for over 14 years, been involved in a partnership with Paddington Development Trust (PDT) to develop the church building for community use alongside use for worship. This has resulted in the Project, which has carried out conservation works to the church, and built an extension against the west wall which enables access to all levels, as well as providing modern facilities, a community café and an education room. PDT has a lease under faculty, for 25 years, of most of the building, enabling it to carry on such activities as are appropriate. As part of the Project, which is now called Grand Junction, PDT delivers community programmes in the building. Some of these are required by the National Lottery Heritage Fund, as they were part of our funding bid agreed by them. NLHF funding will continue into 2022, our completion date having been extended due to COVID. The Grand Junction programme is enabling us to serve the parish much more effectively in accordance with our Mission Action Plan and put the church at the service of the community as our founders intended. A full Grand Junction report follows.

The governance of Grand Junction is through a Management Board comprising PDT trustees and PCC representatives. The Board is chaired by Dr Bill Jacob, the former Archdeacon of Charing Cross, who is a PDT trustee. Staff appointments and all financial decisions are made by the Board but the PCC retains its statutory rights and must initiate any applications under Faculty jurisdiction. Fr Paul Thomas, Rector of St James, Paddington, Lesley Chakravorty and Fr Henry are the PCC representatives. The Annual Meeting has adopted a protocol setting out the process to be followed in making the PCC appointments to the Board, in order to ensure that the PCC is always represented by people in whom they have confidence. In 2021 the Board gave up attempts to reach an agreed settlement of the final account for the construction project with Lengard Ltd, who had been unwilling to enter into serious negotiations. The account has now been finally settled.

The Café is leased by PDT to Bovingdons Ltd, who also run events in the building.

The new glass pavilion over the North Porch, designed by Dow Jones, was finally completed this summer, thanks to Silverfern Builders. This completes the planned extension, and enables the use of Street's North Porch, the intended main entrance to the church. It is now secure and weatherproof, and no longer a venue for anti-social behaviour, as it had proved to be since the restoration.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
REPORT OF THE TRUSTEES

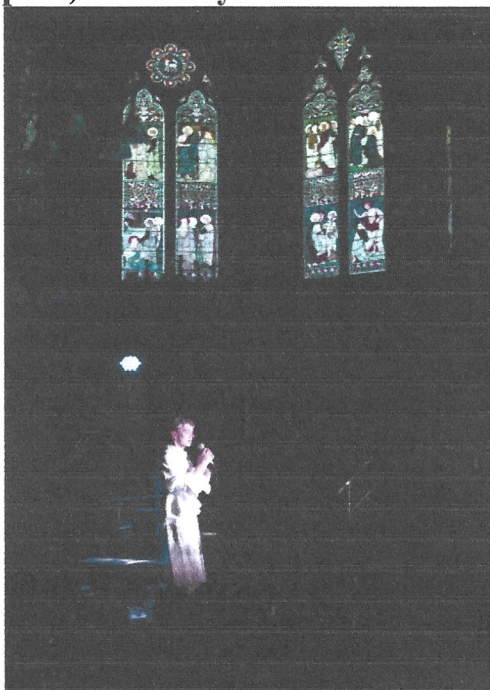
FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

The conservation of the Comper Chapel has begun in earnest, and funding has been raised to do substantial amounts of work. NLHF have offered a significant uplift to our grant to enable this to happen, in order to get the church off the Historic England Buildings at Risk Register by the end of 2022. The Chapel now has its own Instagram account. Extensive trials and experiments led to the conclusion that a careful conservation should be the approach, as wholesale restoration would never last in the prevailing conditions.

Recovery from the 12th July flood has occupied much attention, with the support of Ecclesiastical Insurance.

Community and Social Events

**Grand Junction at St Mary Magdalene's
PCC Progress Report, February 2022**



Overview

Since the full return to the building post-lockdown in June 2021, Grand Junction has continued in its mission as a new venue for community, the arts and culture. Our community programme of classes and projects for adults and children, the majority of which went online during lockdown, resumed as in-person activity. Some continued for a while as hybrid classes, giving those nervous of returning to the building an opportunity to still take part. The music and arts programme has continued to grow, with Grand Junction continuing to establish itself as a unique and uplifting space for music, arts and talks. Another highlight post-pandemic has been the establishment of our volunteer-led tours of the building, with seven volunteers now trained and beginning to lead free public tours.

The recent start to the conservation work on the St Sepulchre chapel felt like a real achievement, being the culmination of much hard work from the PDT/PCC partnership to push the fundraising

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

past this final capital milestone. The results, particularly the outside of the chapel, are already tangible and have a huge visual impact.

There is no doubt that financially the struggle to stabilise post-Covid will take some time. While emergency funding secured during the pandemic was hugely helpful, the impact for the business plan, and establishing the commercial hires, is serious. That said, bookings are returning, and the direction of travel in this area should see us building steadily to a level of commercial hires that are needed to cover overheads and re-invest in the community programme.

We are currently in an intense period of fundraising for the community programme, with a number of funded posts and projects coming to an end within the next few months.

Finally, we have a really wonderful staff team who approach the delivery of our work with energy, enthusiasm and care for those in our community. As a result of this Grand Junction at St Mary Magdalene's is becoming seen as a meaningful community hub for local people; a place where they can feel supported to try something new.

Visitors:	32,767 visitors in 2021. 84,995 since opening in summer 2019.
Adult classes:	Number of sessions for adults in 2021 was 253 classes or project sessions for adult learners in 2021.
Sessions for children and young people:	Number of sessions for children, young people and families was 93.
Tours:	Since September 2021, 12 volunteer-led tour training sessions and tours delivered.
Consulting the Community:	The Volunteer Advisory Committee met three times in 2021 and the new Youth Panel met two times.
Volunteers:	529 volunteer participations across a range of activities in 2021.
Music and arts events:	39 concerts in GJ programme in 2021, live streamed and in-person. 5 shows in our new Family Performance programme since June 2021.
Exhibitions:	3 Community exhibitions exploring creativity in lockdown, oral histories from local people and young people's wellbeing and mental health.

Adult Classes and Projects:

We have continued running our classes for adults in partnership with Westminster Adult Education Service, with classes ranging from Knit and Stitch, Yoga to Mindfulness. We have also run our own weekly Language Café from June 2021, where people can practice English in an informal and friendly environment. Attendance has grown steadily with numbers at capacity for several classes. We also ran a textile printing project called Reflections in Print for local women in summer 2021.

Young People and Schools Programme:

Junction Juniors, our primary school after-school club on Monday evenings, has been added to with Young Actors for secondary school students, running since summer term 2021. The monthly family workshops 'Art Party' have also grown from strength to strength with numbers regularly reaching 80. Takeover the Future, where young people (16-18) programme their own festival, and Night of Power, a night curated by young producers and artists (18-25) have continued with great success. Holiday film projects ran in both the summer and half term holidays.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

Community Open Days:

We have run two community open days since re-opening in June. The first formed a GJ Zone at The Westbourne Festival. The second was our Autumn Festival, which saw over 500 local people attending across the afternoon.

Family Shows:

We have added family performances to our programme, putting on five since June 2020. These have been a huge success with growing audiences. Unlike many of our activities we charge a small amount for these, but keep ticket prices very low at £6 for a family ticket. Funding allowing, we plan to grow this programme in the coming year.

Exhibitions:

We have put on three community exhibitions since June. The first, Strange Stillness, celebrated our creative community during lockdown, pulling together the outputs from a number of creative lockdown projects into one exhibition. The second 'Voices of North Paddington' saw a team of volunteers work with Holly our Volunteer Manager to curate an exhibition from the oral histories gathered during our building works phase. Finally, 'Finding Comfort' saw a group of young people curate an exhibition about young people's wellbeing and mental health and how this is supported through art.

Tours:

A growing team of volunteers have now been trained to deliver tours of the building, and resources to support this have been created. Seven tours were delivered in 2021, with regular twice monthly tours beginning in 2022.

Placements:

We have continued to support placements to work with us at Grand Junction. Two Birkbeck placements worked with us for three months each, and we currently have three placements from Goldsmiths who have joined the team.

Music and Arts Programme:

During the lockdown of 2021 we were lucky enough to receive two rounds of Culture Recovery Fund money. This allowed us to deliver the live streamed Comfort and Courage season of music and talks, which was a huge success. The second round allowed us to put on Summer Sessions, a mini festival of six concerts in June and July 2021.

Since then, in autumn 2021, we have had a mix of concerts that we have promoted ourselves and those put on by external promoters. All have contributed to a really eclectic and high-quality programme of work, ranging across folk, world music, and classical. We have built some strong partnerships with organisations who have now returned to GJ at SMM several times.

Hires:

These were obviously impacted severely as an income stream during the pandemic, but are returning slowly but surely. Hires managed by PDT are overseen by Elena our Facilities Manager. Those larger parties and weddings are delivered by commercial partner Bovingdon's, who are also beginning to see their bookings increase. Our systems for bookings and delivery is steadily improving.

Staffing:

We are incredibly lucky to have a brilliant staff team delivering the programme at Grand Junction. 2021 saw the team grow in numbers. The two Grand Junction Project Workers, Yasmin Aziz and Phayaphi Alkhayoon, who joined in November 2020, have added a huge amount of capacity for us

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

to properly support both learners and tutors for our adult classes. They have also set up and run our new weekly Language Café, for those who want to learn English.

Following the departure of Sara Peskett, we welcomed Holly Henry to the team. The role has been developed from Volunteer Manager to Volunteer and Adult Learning Manager, allowing this role to have oversight of the adult learning programme too.

From January 2021 Joanne Merritt-Hall also took up the nearly full-time position of Young People and Schools Manager, following the departure of her job share Ella Phillips. In September we took on a new Young People's Assistant funded through the government Kickstart scheme.

James our Facilities Assistant has also increased his hours to 4 days a week. Elena Grbic continues as Facilities Manager and Lucy Foster as Creative and Community Director.

Fundraising:

We are at a crucial moment of fundraising to replace several funding pots that will finish in the coming months. There is no question that the fundraising landscape is tough at the moment, particularly with priorities switching away from London. However, we are working strategically with fundraising consultants and bid writers where appropriate, to develop strong bids that will raise funds to support our work in the years to come.

Evaluation:

Our National Lottery Heritage Fund bid-writers are close to completing their report, which will be available in the coming weeks to a month.



PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

Community and Social Events continued

Our association with the St Mary Magdalene Music Society continues.

The St. Mary Magdalene Music Society resumed its normal pattern of events in July with the annual Narrow Boat Concert. The Duruflé Memorial Recital took place in September, and we are most grateful to our organist James Paget for standing in at the last minute as our recitalist, due to unforeseen circumstances. The annual Singers and Soloists Concert took place this year at Cadogan Hall in September. At the All Souls' Day Mass (2nd November) the Requiem by Saint-Saëns was performed to a packed congregation.

The Guildhall Alumni Choir gave us a free concert in September, in thanks for our support of their music-making during COVID.

We continue to collect donations for the North Paddington Food Bank.

The Benefice book club continues to meet on Zoom every two months.

The church actively promotes local community events and helps local residents feed back their opinions and concerns about local issues.

Social Media

Our website continues to be updated, with a link to the Mary Mags Project website, thanks to Kim Sadler, of the Neighbourhood Enterprise Centre, run by PDT at St. Peter's House. Fr Henry blogs about parish life in "Up and Down the Harrow Road".

Twitter

The benefice has a joint twitter account with over 590 followers. The followers can keep up to date with news and events of the parish. It is also a very good way of getting followers to 're-tweet' messages to spread an awareness of services and social events, particularly around the Mary Mags Project. The followers are a mixture of local residents, other religious groups and local businesses.

Other matters

Morning Star, an African-led church, continued worshipping in the church on Sundays.

Two benefice members have served on the St Mary Magdalene's School governing body.

PAROCHIAL CHURCH COUNCIL OF

ST. MARY MAGDALENE, PADDINGTON

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

**Safeguarding Report for St Mary Magdalene Church Annual Report
January 2021 to December 2021**

Policy Statement

The PCC has adopted the current formal policy statement on safeguarding (2021) and the church is working within its guidelines. The policy is in accordance with The House of Bishops' Policy Statement 'Promoting a Safer Church' (2017) and Protecting all God's Children' (2010) and the Diocesan Safeguarding Policy 'Promoting a Safer Diocese' (2018). The policy statement been signed on behalf of the PCC by Father Henry Everett and displayed on the church website. Under section 5 of the Safeguarding and Clergy Discipline Measure 2016, the PCC must have 'due regard' to safeguarding guidance issued by the House of Bishops.

Contact, Guidance and Support

Our safeguarding policies, procedures and good practice guidance are in place and the church will conduct periodic reviews. The church website contains contacts for the parish and social services and details of a range of organisations that offer specific support and guidance. The Diocesan Safeguarding Advisors (DSA) are available at the London Diocese on 0207 932 1224. This information is also displayed in the church building.

PCC meetings

There is a standard safeguarding item at every PCC meeting on which the church safeguarding officer reports, and this includes latest news and updates. Discussing safeguarding regularly gives trustees an opportunity to query and clarify safeguarding matters. No serious incidents were reported as safeguarding issues during 2021.

Safeguarding Audit and Action plan

The safeguarding self-audit which is completed once a year allows us to check that we are working safely. This was completed and action plan agreed at the PCC in March 2021. The actions include risk assessments, DBS checks and safeguarding training.

Risk Assessments

A risk assessment has been completed for Sunday service and activities around it. However, we will do further risk assessments on any new activities.

DBS checks

The Diocese now requires that all members of the PCC have a DBS and that is being addressed at the moment.

Safeguarding Training

The Church of England provides a range of safeguarding training depending on people's role in the church. Members of the PCC should do the online Basic Awareness Training. The training aims to support the trustees in being able to recognise, respond, report and record safeguarding issues. The training should be done every three years.

Lorraine Singh
St Mary Magdalene Church Safeguarding Officer

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

Unrestricted funds

As detailed in the Financial Statements the total income on ordinary unrestricted funds was £19,585 while the total expenditure amounted to £14,553. The net income amounted to a surplus of £5,032. The unrestricted fund totalled £54,174 at 31 December 2021.

We also raised £12,055 from community lettings. During the year ended 31 December 2021 Morning Star was again the only church sharing our building.

Our agreed Common Fund contribution was £7,000; after consultation and, to reflect our uncertain income, we have agreed a 2022 Common Fund offer of £7,500.

Restricted funds

Our restricted funds at year end decreased to £108,384 from £453,163 at 31 December 2021.

Reserves

Given the fluctuation in donations received, the Parochial Church Council's policy is to retain sufficient funds to continue its operations. The Trustees have regular meetings to discuss and consider the status of the Church's funding, reserves, risks, and investments.

Statement of responsibilities of the Trustees of P.C.C. St. Mary Magdalene in respect of the Trustees' annual report and the financial statements

The Parochial Church Council's Members are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each 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 the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable 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 company 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 to enable them to ensure that the financial statements comply with the Charities Act 2011, the current Church Accounting Regulations, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements.

Signed on Behalf of the Parochial Church Council on

St Mary

2022



Fr Henry Everett
Chairman

INDEPENDENT EXAMINERS' REPORT**TO THE MEMBERS OF****PAROCHIAL CHURCH COUNCIL OF ST. MARY MAGDALENE, PADDINGTON**

I report on the accounts of the Charity for the year ended 31st December 2021, which are set out on pages 10 to 19.

Respective Responsibilities of Trustees and Examiner

The Charity's Trustees are responsible for the preparation of the accounts: The Charity's Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The Charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act
- to follow procedures laid down in the general Directions given by the commission under section 145(5)(b) of the 2011 Act
- and to state whether particular matters have come to my attention.


Basis of Independent Examiner's Report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent Examiner's Statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements
- to keep accounting records in accordance with section 130 of the 2011 Act and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act
- have not been met or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of accounts to be reached.


M B Boydell FCA
Boydell & Co
Chartered Accountants
89 Chiswick High Road
London
W4 2EF

17 / 5 / 2022

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2021

		2021			2020	
	Notes	Unrestricted £	Restricted £	Endowment £	TOTAL £	TOTAL £
INCOME AND ENDOWMENTS FROM:						
Donations and legacies	4	6,092	295,715	-	301,807	291,160
Charitable activities	4a)	12,596	-	-	12,596	15,512
Investments	4b)	897	-	-	897	929
Total:		19,585	295,715	-	315,300	307,601
EXPENDITURE ON:						
Raising funds	5	-	-	-	-	17,255
Charitable activities	5a)	14,053	637,694	-	651,747	345,306
Other	5b)	500	2,800	-	3,300	3,300
Total:		14,553	640,494	-	655,047	365,861
Net income/(expenditure)		5,032	(344,779)	-	(339,747)	(58,260)
Other recognised gains/(losses):						
Gains/(losses) on revaluation of investments	6	-	-	4,145	4,145	1,944
Net movement in funds		5,032	(344,779)	4,145	(335,602)	(56,316)
Reconciliation of funds						
Total funds brought forward		49,142	453,163	36,960	539,265	595,581
Total funds carried forward		54,174	108,384	41,105	203,663	539,265

All recognised gains and losses are reflected through the Statement of Financial Activities.

No separate Statement of Total Recognised Gains and Losses is disclosed.

All the activities reported above represent continuing operations.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

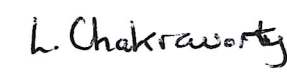
BALANCE SHEET

AS AT 31ST DECEMBER 2021

	Note	£	2021 £	£	2020 £
FIXED ASSETS					
Quoted Investments	6		41,105		36,960
CURRENT ASSETS					
Debtors	7	11,862		219,479	
Cash at bank and in hand	8	194,085		325,126	
		<u>205,947</u>		<u>544,605</u>	
CREDITORS:					
Amount falling due within one year	9	(43,389)		(42,300)	
NET CURRENT ASSETS			162,558		502,305
NET ASSETS			<u>203,663</u>		<u>539,265</u>
Represented by					
UNRESTRICTED FUNDS			54,174		49,142
RESTRICTED FUNDS	10		108,384		453,163
ENDOWMENT FUNDS	11		41,105		36,960
TOTAL FUNDS			<u>203,663</u>		<u>539,265</u>

Approved by the Parochial Church Council on 5th May 2022 and authorised for issue on its behalf by:


 Fr Henry Everett
 Chairman


 Lesley Chakravorty
 Member

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 2021

1. ACCOUNTING POLICIES

Statutory information

The Parochial Church Council of the Ecclesiastical Parish of St. Mary Magdelene, Paddington is a Parish Church, domiciled in England, and with the Charities Commission registration number 1131696. The Church is a charity and is regulated by the Charities Commission and the Church of England. The registered address is The Vicarage, Rowington Close, London, W2 5TF.

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) (as amended by SORP update bulletin 1 concerning the non disclosure of a cash flow statement) and the Charities Act 2011.

There were no material departures from the standard.

The Charity 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 note(s).

The financial statements are prepared in sterling which is the functional currency of the charity.

Accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

(a) *Basis of Accounting*

The financial statements have been prepared in accordance with the current Church Accounting Regulations, together with applicable accounting standards and Charities SORP (FRS 102).

The financial statements have been prepared under the historical cost convention as modified by the inclusion of investments at market value and the revaluation of fixed assets. The financial statements include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups that owe their affiliation to another body, nor those which are informal gatherings of church members.

The Trustees have reviewed the Charity's financial position and considered the impact of future activities, to ensure it is appropriate to produce the accounts on a going concern basis.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

1. ACCOUNTING POLICIES (Continued)

(b) *Funds accounting*

Funds held by the PCC are:

Unrestricted funds

General funds which can be used for the PCC ordinary purposes.

Endowment Funds

Income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest.

Restricted Funds

Donations or grants received for a specific object or invited by the PCC for a specific object. The funds may only be expended on the specific object for which they were given. Any balance remaining unspent at the end of the year is carried forward as a balance on that fund.

(c) *Incoming resources*

All incoming resources are accounted for gross.

Voluntary Income

Collections are recognised when received.

Planned giving receivable is recognised only when received.

Grants and legacies are recognised when the PCC is legally entitled to the amount due.

Income from investments

Dividends are accounted for when due and payable. Interest entitlements are accounted for as they accrue.

All other income

All other income is recognised when it is receivable.

Gains and losses on investments

Realised gains are recognised when the investments are sold.

Unrealised gains and losses are accounted for on revaluation on 31st December.

(d) *Resources expended*

Resources expended are accounted for on an accruals basis and are accounted for gross.

Grants

Grants and donations are accounted for when paid over, or when awarded where the award creates a binding obligation on the PCC.

Church Activities

The diocesan parish contribution is accounted for when paid. Any parish contribution unpaid at 31st December is provided for in these accounts as an operational (though not a legal) liability and is shown as a creditor in the balance sheet.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

1. ACCOUNTING POLICIES (Continued)

(e) *Fixed Assets*

Tangible fixed assets

Consecrated and beneficed property of any kind is excluded from the accounts.

Movable church furnishing held by the Vicar and Churchwardens on special trust for the PCC and which require a faculty for disposal, are accounted as inalienable property unless consecrated. They are listed in the church's inventory which can be inspected.

Investments

Investments are stated at market value at the balance sheet date.

(f) *Current Assets*

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

Short-term deposits include cash held on deposit either with the CBF Church of England Funds, or at the bank.

(g) *Basic financial instruments*

Other debtors are recognised initially at transaction price less attributable transaction costs. Other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of instrument for a similar debt instrument.

(h) *Support cost allocation*

Support costs, which include office functions such as general management, budgeting and accounting, information technology, human resources and financing, are allocated across the categories of charitable expenditure, governance costs and the costs of generating funds.

2. TRUSTEES' EMOLUMENTS

None of the Trustees received any emoluments. The Trustees were reimbursed £nil (2020: £nil) for goods purchased for the Church during the year.

3. EMPLOYEE INFORMATION

The average number of persons (including the Clerk to the Trustees) employed during the year was nil (2020: nil). The Church benefitted from the services of ca. 30 unpaid volunteers (2020: 30) who performed a myriad of tasks, and without whom the Church would not be able to function. There were no seconded staff from other organisations (2020: nil).

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

4. INCOME AND ENDOWMENTS FROM:

Donations and legacies

	2021			2020
	Unrestricted	Restricted	TOTAL	TOTAL
	£	£	£	£
Planned giving	3,193	-	3,193	3,028
Income tax receivable thereon	528	-	528	464
Collections and other giving	771	-	771	995
	<u>4,492</u>	<u>-</u>	<u>4,492</u>	<u>4,487</u>
Donations and legacies				
Heritage Lottery Fund	-	202,230	202,230	67,958
The Culture Recovery Fund	-	32,000	32,000	-
Westminster City Council	-	-	-	-
Listed Places of Worship (VAT recoverable)	-	58,265	58,265	-
The Diocese of London	-	-	-	28,836
Other donations	-	-	-	25,776
Trusts/Charitable Foundations	-	2,500	2,500	125,826
Private donations	1,600	720	2,320	38,277
	<u>1,600</u>	<u>295,715</u>	<u>297,315</u>	<u>286,673</u>
Total donations and legacies	<u>6,092</u>	<u>295,715</u>	<u>301,807</u>	<u>291,160</u>

4a). Charitable activities

	2021			2020
	Unrestricted	Restricted	TOTAL	TOTAL
Miscellaneous	200	-	200	7,781
Fees	341	-	341	1
Use of Church Centre	12,055	-	12,055	7,730
Fundraising/Community Activities	-	-	-	-
	<u>12,596</u>	<u>-</u>	<u>12,596</u>	<u>15,512</u>

4b). Investments

Dividends and Interest	897	-	897	929
	<u>897</u>	<u>-</u>	<u>897</u>	<u>929</u>

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

5. EXPENDITURE ON:

Raising funds

	2021			2020
	Unrestricted	Restricted	TOTAL	TOTAL
Fundraising activities	-	-	-	17,255
	-	-	-	17,255

5a). Charitable activities

Activities directly related to the Church (see below)	10,249	-	10,249	9,715
Expenditure related to the Church (see below)	2,395	637,598	639,993	332,921
Administrative costs (see below)	1,409	96	1,505	2,670
	14,053	637,694	651,747	345,306

Activities directly related to the work of the Church

Diocesan Parish Share	7,000	-	7,000	6,500
Organist	2,760	-	2,760	2,255
Cost of Services	439	-	439	398
Community/Ministry	50	-	50	562
	10,249	-	10,249	9,715

Expenditure related to the Church

Insurance	474	-	474	534
Church Running Expenses	-	5,011	5,011	-
Organ Repairs/Service	1,921	1,807	3,728	1,394
Project Expenditure	-	630,780	630,780	330,993
	2,395	637,598	639,993	332,921

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

5a). Charitable activities (continued)

	2021			2020
Administrative costs	Unrestricted	Restricted	TOTAL	TOTAL
	£	£	£	£
Bank charges	5	96	101	74
Office Expenditure	390	-	390	1,442
Vicarage expenses	1,014	-	1,014	1,154
	<u>1,409</u>	<u>96</u>	<u>1,505</u>	<u>2,670</u>

5b). Other

Independent examiner's fee	500	2,800	3,300	3,300
	<u>500</u>	<u>2,800</u>	<u>3,300</u>	<u>3,300</u>

6. FIXED ASSET INVESTMENT

	2021	2020
	£	£
St Martha's Hall Trust. Quoted Investments		
Market value at 1st January 2021	30,744	28,800
Unrealised gains/(losses)	4,145	1,944
Market Value at 31st December 2021	<u>34,889</u>	<u>30,744</u>
Cash Deposit Balance	6,216	6,216
	<u>41,105</u>	<u>36,960</u>

Investments at the year-end comprise £41,105 at market value in St Martha's Hall Trust. The St Martha's Hall Trust investment is held at CBF Church of England Investment Fund. Only the interest from the investment is available to the PCC, the capital remaining intact.

7. DEBTORS

	2021	2020
	£	£
Sundry debtors	11,862	7,927
Other debtors	-	211,552
Grants and donations receivable re Project	-	-
	<u>11,862</u>	<u>219,479</u>

Included in other debtors is £nil (2020: £211,552) representing monies held by Paddington Development Trust in respect of future project expenditure.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

8. CASH AT BANK AND IN HAND

	2021 £	2020 £
CAF Bank Limited	131,064	257,810
HSBC UK plc	63,021	67,316
	<u>194,085</u>	<u>325,126</u>

9. CREDITORS:

Amounts falling due within one year

Accruals	3,300	3,300
Other creditors	40,089	39,000
	<u>43,389</u>	<u>42,300</u>

Included in other creditors are amounts owed to Paddington Development Trust of £39,355 (2020 £nil) together with an estimated amount of £nil (2020: £39,000) in respect of the completion of the Church restoration project (the Grand Junction development project).

10. RESTRICTED FUNDS

	Project Fund £	Other £	Total £
Balance at 1st January 2021	427,301	25,862	453,163
Income	295,715	-	295,715
Expenditure	(633,676)	(6,818)	(640,494)
Balance at 31st December 2021	<u>89,340</u>	<u>19,044</u>	<u>108,384</u>

11. ENDOWMENT FUNDS

	2021 £	2020 £
Balance at 1st January 2021	36,960	35,016
Gains/(losses) on investment assets	4,145	1,944
Balance at 31st December 2021	<u>41,105</u>	<u>36,960</u>

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2021 (CONTINUED)

12. ASSETS BETWEEN FUNDS

	Unrestricted Fund	Restricted Fund	Endowment Fund	2021 Total
Fixed Assets Investments	-	-	41,105	41,105
Debtors	11,862	-	-	11,862
Cash at bank and in hand	46,346	147,739	-	194,085
Creditors	(4,034)	(39,355)	-	(43,389)
	<u>54,174</u>	<u>108,384</u>	<u>41,105</u>	<u>203,663</u>

	Unrestricted Fund	Restricted Fund	Endowment Fund	2020 Total
Fixed Assets Investments	-	-	36,960	36,960
Debtors	7,927	211,552	-	219,479
Cash at bank and in hand	41,715	283,411	-	325,126
Creditors	(500)	(41,800)	-	(42,300)
	<u>49,142</u>	<u>453,163</u>	<u>36,960</u>	<u>539,265</u>

13. RELATED PARTY DISCLOSURE

During the year the Charity entered into no transactions, in the ordinary or not ordinary course of business, with other related parties.

14. OTHER FINANCIAL COMMITMENTS

At 31 December 2021 the Charity had no annual commitments under non-cancellable operating leases.

15. CONTINGENT LIABILITIES

At 31 December 2021 the Charity had no contingent liabilities.

16. OFF BALANCE SHEET ARRANGEMENTS

There are no material off-balance sheet arrangements to disclose.

17. FINANCIAL INSTRUMENTS

The Charity has no other financial instruments than basic financial instruments.

18. TRUSTEES' ADVANCES, CREDIT AND GUARANTEES

There were none made to the Trustees.