PAROCHIAL CHURCH COUNCIL FOR THE ECCLESIASTICAL PARISH OF THE KIRKBY LONSDALE TEAM MINISTRY

England & Wales · Charity number 1131834

Details

Other names	KIRKBY LONSDALE PCC
Status	Registered
Legal form	Previously excepted
Registered	2009-09-25
Register	View on the Charity Commission register

Contact

Address	St. Marys Church Church Street Kirkby Lonsdale Carnforth Lancashire LA6 2AX
Phone	01524271218
Email	pcc@kl.church
Website	https://therainbowparish.org/

Activities

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

Activities: Enabling as many people as possible to worship in our 8 churches and to become part of the 'Rainbow Parish' community. Provision of pastoral care, developing and strengthening links with schools and youth organisations, encouraging people to consider all types of lay ministry, participation in local events that build and enrich community life, welcoming a variety of uses for our church buildings.

Downloaded from opencharities.uk/ew/1131834

Classification

- **How:** Provides Buildings/facilities/open Space
- **What:** Religious Activities
- **Who:** The General Public/mankind

Geography

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

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£355,084	£508,409	-	-
2023-12-31	£220,823	£351,733	-	-
2022-12-31	£279,334	£291,434	-	-
2021-12-31	£249,757	£245,913	-	-
2020-12-31	£326,368	£234,591	-	-

Downloaded from opencharities.uk/ew/1131834

Trustees

Name	Role	Appointed
ANNE ELIZABETH PETTIFOR		2014-09-18
ANNE FOULERTON		2014-03-13
ARTHUR EDWARD OAKDEN		
Alan Cox		2017-11-16
Anne Dehany		2018-04-10
CHARLES EDWARD HOWARTH		
Christina Joan Allen		2024-05-29
Gillian Audrey Sykes		2015-06-09
JEAN ANN FRY		2014-03-21
Jayne Wilson		2023-05-23
MARGARET LAMBERT		
MARY mCkENDRICK BLANCHARD		2015-06-15
MERLIN ANDREW HIBBS		2011-12-11
Margaret Venys		2018-09-11
Nick Hall		2020-10-22
Paula Hall		2020-10-22
Rachel Mary Pedley		2023-05-23
Rev Rebecca Gilbert		2024-10-27
STEPHEN JAMES EVANS		2016-04-27
Sue Sanderson		2015-04-21
WENDY ANN THORNTON		2017-09-27
Wendy Elizabeth Hadwin		2024-05-29

Downloaded from opencharities.uk/ew/1131834

PAROCHIAL CHURCH COUNCIL FOR THE ECCLESIASTICAL PARISH OF THE KIRKBY LONSDALE TEA

England & Wales - Charity number 1131834

Accounts

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

REGISTERED CHARITY NO. 1131834

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL
(Parochial Church Council for the Ecclesiastical Parish of the Kirkby Lonsdale Team Ministry)

TRUSTEES REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2024

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

REGISTERED CHARITY NO. 1131834

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2024

REFERENCE AND ADMINISTRATIVE DETAILS

Team Rector:	Reverend Canon Richard Snow
Office Address:	Kirkby Lonsdale PCC Parish Office Lunesdale Hall Bective Road Kirkby Lonsdale LA6 2BG
Independent Examiner:	Jack Steer BA(Hons) ACA MHA Kendal House Murley Moss Business Village Kendal LA9 7RL
Architects:	Crosby Granger Architects Ltd The Fellside Centre Low Fellside Kendal, LA9 4NH James Innerdale 5 Gildersbank Clapham Lancashire LA2 8EG

INDEX

1	Reference and Administrative Details & Index
2 - 7	Trustees Report
8	Independent Examiner's Report
9	Statement of Financial Activities
10	Balance Sheet
11	Statement of Cash Flows
12 - 17	Notes to the Financial Statements

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2024

The Trustees present their report and the financial statements of the charity for the year ended 31 December 2024. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with legislation relating to church governance, the Charities Act 2011 and the 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; FRS102) issued in October 2019.

Aims and Strategies

The Parochial Church Council (PCC) has the responsibility of working with the ministry team in promoting in the Ecclesiastical Parish of Kirkby Lonsdale (also known as the Rainbow Parish) the whole mission of the Church, pastoral, evangelistic, social and ecumenical. The PCC is also specifically responsible for the maintenance of the 7 churches in the Parish. The Church of the Holy Ghost, Middleton was formally closed for worship on 31st December 2024 and the building is now the responsibility of the Diocese of Carlisle. The responsibility for the Churchyard remains with the PCC.

The church is guided by the 'God for All' vision to "Follow Daily", "Care Deeply", "Speak Boldy" and "Tread Gently".

The PCC's strategies can be considered under 3 headings:-

- Mission – We are working with the other churches in Kirkby Lonsdale, particularly the Kirkby Lonsdale Methodist Church (KLMC), in many areas of mission. We have been running a Family Project with a full time Family Project Leader with the aim of "helping children and their families in our communities, and particularly those with whom the local church currently has little or no contact, discover more of God and God's purpose for their lives". We also work on many other projects including lunches for older residents, pastoral visiting, and a series of activities in church and the community during Holy Week.

- Ministry – We are working with the KLMC on joint clergy appointments. One of our Team Vicars is currently working half time with the Methodist Church and half time with the Anglican Church.

- Buildings – In Kirkby Lonsdale we are working with KLMC and St Joseph's RC Church on 'The Big Vision', *that the Churches, the surroundings and the Rectory buildings are creatively and sustainably utilised for the benefit of the local community, visitors and the Ministry and Mission of the church.* In the other districts within the parish, each church community is working to support their local church building in different ways.

The PCC is committed to enabling as many people as possible to worship at our churches, and to encouraging discipleship and active engagement across the 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. Our services and worship put faith into practice through prayer and scripture, music and sacrament.

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

Aims and Strategies (continued)

When planning our activities for the year, the ministry team and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. We share the Diocesan vision statements:

Follow Daily – by providing opportunities and training that will help people to deepen their faith in Jesus, and by encouraging people to consider all types of Christian service.

Care Deeply – by working with and supporting the local communities in Kirkby Lonsdale and the surrounding villages and trying to reach those in particular need.

Speak Boldly – through initiatives such as family trails, working with schools, other Family Project activities and also through public worship opportunities such as the Good Friday service in the Market Square.

Tread Gently – including starting to look at how we can use our buildings more efficiently.

Volunteers

Each church has a loyal group of volunteers who assist the ministry team in providing regular acts of worship, including weddings, funerals and baptisms. Volunteers also play a major part in the maintenance of churchyards and general housekeeping within the church buildings.

Risks and Uncertainties

The PCC faces the following risks and uncertainties:

Risk	***Level***	***Mitigation***
Declining congregations and supporters – Reduced income	Medium	The PCC and the churches continuously monitor the financial viability of each church. Each church has a responsibility to maintain its own building and to contribute to the costs of the clergy through the Parish Offer. If there were concerns about financial viability these would be raised with the Archdeacon and discussed with the local community to find a way forward.
Declining congregations and supporters – Lack of volunteers	Medium	Each church is responsible for finding volunteers to fill these roles. The specific minimum roles to be filled are those responsible to the PCC for looking after health and safety, buildings and grounds, assets and building security (normally the Churchwarden). The other necessary role is the Treasurer. Failure of a community to find individuals to fulfil these roles would be referred to the Archdeacon.
Repairs needed to church buildings	Medium	Every 5 years each church has an independent Quinquennial Report which assesses the church buildings and details work that will need to be done. Each church District Church Council (DCC), along with the local community is responsible for contributing to the costs of providing clergy (the Parish Offer) and looking after their church building. If the building cannot be maintained to a safe standard then it will be closed either temporarily or permanently.

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

Financial Review

In 2024 total income was £355,084 compared with £220,823 in 2023. Legacies received in 2024 were £41,045, a significant increase on the 2023 figure of £9,152. In 2022 legacies amounted to £65,272, showing how important legacies are to the PCC's financial position. Grants totalling £88,776 were received in 2024, compared with £6,360 in 2023. The majority of the 2024 grant receipts related to St Mary's Church, including £20,000 towards the cost of major repairs, £10,983 from the Listed Places of Worship (LPOW) scheme, and £37,833 relating to events fundraising.

In 2024 total expenditure was £508,409 compared with £351,733 in 2023. The main element of this significant increase in costs was the £138,924 spent on major repairs to churches, compared with £6,996 in 2023. £76,068 related to St Mary's, which is in the midst of a comprehensive repairs and re-ordering project. St Patrick's and St Bartholomew's spent £44,622 and £18,234 respectively on roof refurbishment.

Donations to charities in 2024 amounted to £11,508, compared with £7,300 in 2023. This increase largely arose from collections at weddings and funerals distributed according to the wishes of the families involved.

In 2024 there were higher expenses for clergy and pastoral staff, amounting to £14,701 compared with £2,300 in 2023. The increase was a combination of a higher contribution to the Kendal Methodist Circuit for shared resources at St Bartholomew's church and higher activity costs for the Family Project.

In 2023 there was a high level of churchyard expenditure in St Mary's, associated with the closure of the Brow footpath. This was the main reason the total PCC church running expenditure of £99,747 in 2024 was £13,916 less than 2023.

Utility costs (mostly gas and electricity), after surging in 2022 and 2023, levelled out in 2024 and at £32,908 finished up slightly less than the 2023 figure of £34,373.

The excess of expenditure over income in 2024 was £153,325 (£130,910 in 2023).

There were net gains on investments of £31,764, compared with net gains of £57,485 in 2023. These gains and losses are calculated based on the change in market value of our investments at the end of the financial year compared with the beginning. These are mostly 'unrealised' gains and losses, which have no cash flow effect. Dividend and Interest Income was £41,766 (£39,581 in 2023).

There was a transfer of £23,242 (£21,560 in 2023) from unrestricted funds to restricted funds, representing the PCC's contribution to the Family Project.

Overall, there was a net deficit of £121,561 in 2024 (£73,425 net deficit in 2023).

After deducting the net deficit for the year, total funds as at 31 December 2024 amounted to £1,299,963 (£1,421,424 in 2023). The allocation of the funds between unrestricted, restricted and endowment is shown in note 6 to the Financial Statements. The different purposes of the reserves are explained under 'Reserves Policy' below.

The PCC has a wide spread of investments (in order to reduce risk) in equities, fixed interest and property, almost all of which are held in CBF Church of England Funds. At the 31 December 2024, these investments were valued at £1,038,093 (£1,039,329 in 2023). Liquid current assets amounted to £205,810 (£336,495 in 2023) comprising cash held in bank current and deposit accounts.

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

Reserves Policy

The PCC regularly reviews its future liabilities to understand whether it is retaining a suitable level of reserves. At 31 December 2024 total reserves were £1,299,863. Of this amount:

- £330,879 is a permanent endowment and therefore not available to meet any of the PCC's liabilities. Income from the endowment is available to meet unrestricted expenditure.
- £ 176,053 represents restricted reserves, which comprise several different funds set up to provide for items of expenditure specified by the donors, as set out in note 6.
- £ 792,931 represents unrestricted reserves.

It is PCC policy to try to maintain a balance on unrestricted funds which equates to at least 6 months unrestricted payments. Based on 2024 expenditure this is equivalent to approximately £215,000, and is held to smooth out fluctuations in cash flow and to meet emergencies. This leaves £577,931 to cover future maintenance and renovation costs relating to our 7 remaining churches.

St Mary's Kirkby Lonsdale is Grade 1 listed, and all the other churches are Grade 2 listed. Looking at the Architect's Quinquennial Report for each of the 7 churches, there are significant future maintenance requirements. There are major structural problems with the roof and tower of St Mary's Kirkby Lonsdale. Other churches will need extensive roof work and stonework repair and repointing over the next 5 to 20 years, and some of this was carried out in 2024. Significant further expenditure might become necessary in the future relating to land subsidence adjacent to St Mary's churchyard.
The PCC recognises that there are not enough funds to address all the liabilities identified in the Architect's Quinquennial Reports at the time they are needed. The Churchwardens and representatives from each Church have been asked to consider how they may address the shortfall.

Plans for Future Periods

St Mary's has embarked on a major redevelopment of the church as part of the 'Big Vision' for all the church buildings and surroundings in Kirkby Lonsdale. The estimated cost of this work is well in excess of the PCC reserves, and the considerable amount of preliminary work from architects, structural engineers and other professional specialists has led to the exceptional expenditure identified on page 4 of the financial review. There has been some success in securing modest grants for minor elements of the project, and there are continuing discussions with the National Lottery Heritage Fund, which is the main source of grants for large scale heritage projects.

Structure, Governance and Management

The PCC is registered with the Charity Commission.

The PCC is governed by the Parochial Church Council Powers Measure (1956) as amended, and the Church Representation Rules, which set out the method of appointment of PCC members. The PCC membership consists of the incumbent (our Rector), ordained clergy in the team, Churchwardens, Readers, parish representatives on the Deanery Synod, members elected by the individual church councils within the parish and co-opted members.

The PCC is responsible for the 7 churches in the Rainbow Parish, and the Church of the Holy Ghost churchyard in Middleton. This includes ensuring compliance with church and state rules and regulations and overseeing the finance of the Parish. It sets policy on finance, health & safety and safeguarding. As many of the responsibilities as possible are delegated to the Churchwardens and the District Church Councils (DCCs) who manage the individual churches and churchyards.

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

Trustees Training

The Trustees bring knowledge and experience from many areas, and little general training is considered necessary. There are some specific areas where training is important and accordingly we provide all trustees with training on Safeguarding. In other areas, particular trustees keep themselves up to date, for example with church financial practice, health and safety and GDPR.

Trustees

Team Rector:	Reverend Canon R Snow	
Team Vicar	Reverend W Thornton	
Team Vicar	Reverend Canon A Pettifor	
Team Vicar	Reverend R Gilbert	
Licensed Readers:	Mrs L Dew	Mr A Cox
Churchwardens:	Mr M Hibbs Mrs A Foulerton Mr S Evans Mrs M Lambert	Mrs R Pedley Mrs M Venys Mrs S Sanderson
Representatives on the Deanery Synod:	Mrs A Foulerton Mrs J Fry	Mr C Howarth Mrs T Allen
Elected Members:	Mr A Oakden Mrs J Wilson Mrs A Dehany Mrs P Hall	Mr N Hall Mrs G Sykes Mrs M Blanchard, Vice Chairman

Secretary: Mrs R Pelham Treasurer: Mr R N Cass

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

Trustees' responsibilities

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

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

On behalf of the PCC



Mrs Mary Blanchard
Vice Chairman

Date: 23/5/2025

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2024

Independent Examiner's Report to the Trustees of Kirkby Lonsdale Parochial Church Council

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2024 which are set out on pages 9 to 17.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

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

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

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

J Steer

Jack Steer BA(Hons) ACA
Independent Examiner
MHA
Kendal House
Murley Moss Business Village
Kendal

LA9 7RL

Date: May 23, 2025

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED
31 DECEMBER 2024

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	TOTAL FUNDS 2024 £	2023 £
INCOME						
Gift Aid planned giving		43,276	8,840		52,116	58,370
Other Planned Giving		13,948	-		13,948	14,388
Collections at services		10,502	6,847		17,349	14,309
All other giving and voluntary income		20,091	8,586		28,677	18,975
Gift aid tax recoverable		19,976	2,232		22,208	13,839
Legacies received		41,045	-		41,045	9,152
Grants received		39,443	49,333		88,776	6,360
Statutory Fees (weddings, funerals, etc.)		9,592			9,592	12,260
Magazines, bookstall and sundry sales		12,769	597		13,366	20,227
Fundraising events		21,580	3,581		25,161	12,167
Dividends and Interest		41,766			41,766	39,581
Other income		1,080			1,080	1,195
TOTAL		275,068	80,016	-	355,084	220,823
EXPENDITURE						
Fundraising Costs		8,992			8,992	876
Donations to charities		4,512	6,996		11,508	7,300
Diocesan Parish Share contribution		110,736			110,736	106,890
Salaries / honoraria	2	37,902	36,701		74,603	68,784
Expenses (of clergy, pastoral staff, etc.)		7,259	7,442		14,701	2,300
Mission and Evangelism		520			520	534
Church running expenses		81,930	17,817		99,747	113,663
Church utility costs		32,908			32,908	34,373
Magazine Printing Expenses		11,320			11,320	9,576
Major Repairs to churches		132,931	5,993		138,924	6,996
New building work		450	4,000		4,450	441
TOTAL		429,460	78,949	-	508,409	351,733
NET INCOME/(EXPENDITURE) ARISING FROM ORDINARY ACTIVITIES		(154,392)	1,067	-	(153,325)	(130,910)
NET GAINS/(LOSSES) ON INVESTMENTS		26,823	-	4,941	31,764	57,485
NET INCOME/(EXPENDITURE)		(127,569)	1,067	4,941	(121,561)	(73,425)
TRANSFERS BETWEEN FUNDS		(23,242)	23,242			-
NET MOVEMENT IN FUNDS		(150,811)	24,309	4,941	(121,561)	(73,425)
RECONCILIATION OF FUNDS:						
Total funds brought forward		943,742	151,744	325,938	1,421,424	1,494,849
Total funds carried forward	5 & 6	**792,931**	**176,053**	**330,879**	**1,299,863**	**1,421,424**

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

BALANCE SHEET

AS AT 31 DECEMBER 2024

	Note	2024 £	2023 £
FIXED ASSETS			
Investments	4	1,038,093	1,039,329
CURRENT ASSETS			
Accounts Receivable	7	70,319	48,287
Prepayments		-	4,510
Cash at Bank and in Hand		205,810	336,495
		276,129	389,292
LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR	8		
Accounts Payable		(13,391)	(6,998)
Deferred Income		(968)	(199)
		(14,359)	(7,197)
NET CURRENT ASSETS		261,770	382,095
NET ASSETS		**1,299,863**	**1,421,424**
FUNDS			
Unrestricted		792,931	943,742
Restricted		176,053	151,744
Endowment		330,879	325,938
	5 & 6	**1,299,863**	**1,421,424**

Approved by the Parochial Church Council

Mrs Mary Blanchard
Vice Chairman

Date: 23/5/2025

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED
31 DECEMBER 2024

	2024 £	2023 £
Reconciliation of net income/(expenditure) to net cash flow from operating activities:		
Net income for the year	(121,561)	(73,425)
Deduct interest income shown in investing activities	(41,766)	(39,581)
Deduct gains/add back losses on investments	(31,764)	(57,485)
(Increase)/ decrease in debtors	(17,522)	6,548
Increase/ (decrease) in creditors	7,162	(15,536)
Net cash flow from operating activities	(205,451)	(179,479)
Cash Flows from Investing Activities:		
Payments to acquire investments	(12,000)	-
Receipts from sales of investments	45,000	50,000
Interest received	41,766	39,581
Cash provided by (used in) Investing Activities	74,766	39,581
Cash Flows from Financing Activities:		
Repayment of borrowing	-	-
Cash used in Financing Activities	-	-
Increase (decrease) in cash in the year	(130,685)	(89,898)
Cash at the beginning of the year	336,495	426,393
Total Cash at the end of the year	205,810	336,495
Relating to:		
Cash at bank and in hand	205,810	336,495
Bank overdrafts included in creditors payable within one year	-	-

The notes on pages 12 to 17 form part of these accounts

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

1. ACCOUNTING POLICIES

(a) Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. 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 UK and Republic of Ireland (FRS102) and the Charities Act 2011.

Kirkby Lonsdale Parochial Church Council meets the definition of a public entity under FRS 102.

The financial statements have been prepared under the historical cost convention as modified by the adoption of market value for investments.

The financial statements are a consolidation of the individual financial statements for the 8 churches within the Ecclesiastical Parish and the central income and expenditure for the Parochial Church Council (PCC).

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

(b) Income

Planned Giving

Planned giving receivable under Gift Aid is recognised only when received.
Income tax recoverable on Gift Aid donations is recognised when the donation receipt is recognised.

Income from investments

Dividends and interest entitlements are accounted for when received.

Income from legacies

Legacies are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and the settlement date.

Income from endowments

Endowment funds must be retained as capital funds, but the income is credited to the unrestricted reserves related to the relevant church.

(c) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Diocesan Parish Share

The PCC's contribution to the Diocesan Parish Share comprises the total offers made by the 8 member churches in the Ecclesiastical Parish. The Parish Share is accounted for when paid. Any amount offered but unpaid at 31st December is shown as a note to the accounts, unless the PCC has authorised payment to be made after the year end and therefore to be shown as a creditor in the Balance sheet.

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

ACCOUNTING POLICIES (continued)

(d) Investments

Investments are valued at market value on 31 December.

(e) Debtors

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

(f) Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(g) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

(h) Investment gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the market value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

(i) Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

(j) Judgements and key sources of estimation uncertainty

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. In the opinion of the Trustees there have been no significant judgements made in the process of applying the above accounting policies. There have been no key assumptions concerning future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

2 STAFF EXPENSES

	2024 £	2023 £
Wages and salaries	74,603	68,784

During the year there were 5 employees, 4 of whom work part time (2023: 5, 4).

There were no employees receiving more than £60,000 in the year (2023: Nil).

During the year no trustees received remuneration (2023: Nil)

3 TRUSTEE EXPENSES

During the year, 5 Trustees (2023: 2) were reimbursed for expenses which totalled £2,470 (2023: £1,611). These expenses were for church service and churchyard necessities, travel, postage, subscriptions and office supplies.

4 INVESTMENTS

	2024 £	2023 £
CBF Investment Fund	986,595	1,001,227
COIF Investment Fund	51,498	38,102
Value as at 31 December	1,038,093	1,039,329
Movements in the year:		
Market value 1 January	1,039,329	1,031,844
Purchases less (Disposals)	(33,000)	(50,000)
Income reinvested		-
Net (loss)/gain during year	31,764	57,485
Market value 31 December	1,038,093	1,039,329

5 ANALYSIS OF NET ASSETS BY FUND

2024	Unrestricted Fund £	Restricted Fund £	Endowment Fund £	Total £
Investments	707,214		330,879	1,038,093
Current Assets	98,804	177,325		276,129
Current Liabilities	(13,087)	(1,272)		(14,359)
Fund Balance	792,931	176,053	330,879	1,299,863

2023	Unrestricted Fund £	Restricted Fund £	Endowment Fund £	Total £
Investments	713,391	-	325,938	1,039,329
Current Assets	236,537	152,755	-	389,292
Current Liabilities	(6,186)	(1,011)	-	(7,197)
Fund Balance	943,742	151,744	325,938	1,421,424

6 ANALYSIS OF FUNDS

	Balance 1.1.24	Income	Expenditure	Transfers	Gains and Losses	Balance 31.12.24
	£	£	£	£	£	£
Total Unrestricted funds	**943,742**	**275,068**	**(429,460)**	**(23,242)**	**26,823**	**792,931**
Restricted funds						
(a) Church buildings and churchyards	52,935	42,047	(26,263)	-	-	68,719
(b) Donations received for charities	-	6,746	(6,746)	-	-	-
(c) Family Project	48,540	26,100	(44,143)	23,242	-	53,740
(d) Friends of St Mary's	49,311	4,463	(1,380)	-	-	52,393
Small funds £2,000 or less	958	660	(418)	-	-	1,201
Total Restricted funds	**151,744**	**80,016**	**(78,949)**	**23,242**	**-**	**176,053**
Permanent Endowment Fund						
(e) Hutton Roof church	325,938	-	-	-	4,941	330,879
Total Funds	**1,421,424**	**355,084**	**(508,409)**	**-**	**31,764**	**1,299,863**

Notes on restricted funds

(a) The restricted funds for church buildings and churchyards relate to donations and bequests for maintenance and renovation work on specified churches.

(b) Donations received for charities relate to collections at weddings, funerals and special services.

(c) The Family Project is a joint initiative with the Methodist Church to help the children and families in our communities discover more of God and God's purpose for their lives. The PCC transfers annually from unrestricted funds to the family project. In 2024 the transfer amounted to £23,242. Other sources of income are the Methodist Church, the Carlisle Diocese and donations from individuals. All project expenditure, including a full time project leader, is charged to this fund.

(d) The Friends of St Mary's Fund is held on behalf of the Friends of St Mary's, an independent fund raising organisation. Income from fundraising is credited to the fund, and expenditure on the church, agreed between the church and the 'Friends', is charged to the fund.

(e) The permanent endowment fund for Hutton Roof church was established with a legacy from the late Mary Staveley in 2008, amounting to £251,357. Income from the invested endowment is unrestricted.

6 ANALYSIS OF FUNDS

	Balance 1.1.23	Income	Expenditure	Transfers	Gains and Losses	Balance 31.12.23
	£	£	£	£	£	£
Total Unrestricted funds	**1,030,806**	**196,342**	**(306,272)**	**(21,560)**	**44,426**	**943,742**
Restricted funds						
(a) Church buildings and churchyards	54,906	-	(1,972)	-	-	52,934
(b) Donations received for charities	-	2,943	(2,943)	-	-	-
(c) Family Project	52,138	13,282	(38,440)	21,560	-	48,540
(d) Friends of St Mary's	43,183	8,055	(1,926)	-	-	49,312
Small funds £2,000 or less	937	201	(180)	-	-	958
Total Restricted funds	**151,164**	**24,481**	**(45,461)**	**21,560**	**-**	**151,744**
Permanent Endowment Fund						
(e) Hutton Roof church	312,879	-	-	-	13,059	325,938
Total Funds	**1,494,849**	**220,823**	**(351,733)**	**-**	**57,485**	**1,421,424**

Notes on restricted funds

(a) The restricted funds for church buildings and churchyards relate to donations and bequests for maintenance and renovation work on specified churches.

(b) Donations received for charities relate to collections at weddings, funerals and special services.

(c) The Family Project is a joint initiative with the Methodist Church to help the children and families in our communities discover more of God and God's purpose for their lives. The PCC transfers annually from unrestricted funds to the family project. In 2023 the transfer amounted to £21,560. Other sources of income are the Methodist Church, the Carlisle Diocese and donations from individuals. All project expenditure, including a full time project leader, is charged to this fund.

(d) The Friends of St Mary's Fund is held on behalf of the Friends of St Mary's, an independent fund raising organisation. Income from fundraising is credited to the fund, and expenditure on the church, agreed between the church and the 'Friends', is charged to the fund.

(e) The permanent endowment fund for Hutton Roof church was established with a legacy from the late Mary Staveley in 2008, amounting to £251,357. Income from the invested endowment is unrestricted.

Docusign Envelope ID: BA724F12-AD6F-4E3E-B4A4-BD70A70C80A1

7 DEBTORS

	2024	2023
	£	£
Accounts Receivable	70,319	48,287
Prepayments	-	4,510
	70,319	52,797

8 LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Accounts Payable	13,391	6,998
Deferred Income	968	199
	14,359	7,197

9 CONNECTED CHARITY

The PCC manages the residual funds of the Alexander Pearson Memorial Trust. This trust was established for the upkeep of the Brow, Kirkby Lonsdale, a public footpath over Town Council land adjacent to the Glebe Field in the PCC's ownership.
The value of the fund at 31 December 2024 was £2,435.

10 COMPOSITION OF TEAM MINISTRY

The member churches throughout the year to 31 December 2024 were Barbon, Casterton, Hutton Roof, Lupton, Kirkby Lonsdale, Mansergh, Middleton and Preston Patrick. Middleton closed on 31 December 2024.

11 CONTROL

There is no single controlling party of this charity in the current or previous year.

12 TAX

As a Charity, Kirkby Lonsdale Parochial Church Council is exempt from tax on income and gains falling within sections 472-474 of the Corporation tax Act 2010, sections 478-489 of the Corporation Tax Act 2010, or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

PAROCHIAL CHURCH COUNCIL FOR THE ECCLESIASTICAL PARISH OF THE KIRKBY LONSDALE TEA

England & Wales - Charity number 1131834

Accounts

REGISTERED CHARITY NO. 1131834

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2023

REGISTERED CHARITY NO. 1131834

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

REFERENCE AND ADMINISTRATIVE DETAILS

Team Rector:	Reverend Canon Richard Snow
Office Address:	Kirkby Lonsdale PCC Parish Office Lunesdale Hall Bective Road Kirkby Lonsdale LA6 2BG
Independent Examiner:	C Johnson MHA Kendal House Murley Moss Business Village Kendal LA9 7RL
Architects:	Crosby Granger The Fellside Centre Low Fellside Kendal, LA9 4NH James Innerdale 5 Gildersbank Clapham Lancashire LA2 8EG

INDEX

1	Reference and Administrative Details & Index
2 - 7	Trustees Report
8	Independent Examiner's Report
9	Statement of Financial Activities
10	Balance Sheet
11	Statement of Cash Flows
12 - 17	Notes to the Financial Statements

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL
TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

The Trustees present their report and the financial statements of the charity for the year ended 31 December 2023. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with legislation relating to church governance, the Charities Act 2011 and the 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; FRS102) issued in October 2019.

Aims and Strategies

The Parochial Church Council (PCC) has the responsibility of working with the ministry team in promoting in the Ecclesiastical Parish of Kirkby Lonsdale (also known as the Rainbow Parish) the whole mission of the Church, pastoral, evangelistic, social and ecumenical. The PCC is also specifically responsible for the maintenance of the 8 churches in the Parish.

The church is guided by the 'God for All' vision to "Follow Daily", "Care Deeply", "Speak Boldy" and "Tread Gently".

The PCC's strategies can be considered under 3 headings:-

- Mission – We are working with the other churches in Kirkby Lonsdale, particularly the Kirkby Lonsdale Methodist Church (KLMC), in many areas of mission. We have been running a Family Project with a full time Family Project Leader with the aim of "helping children and their families in our communities, and particularly those with whom the local church currently has little or no contact, discover more of God and God's purpose for their lives". We also work on many other projects including lunches for older residents, pastoral visiting, and a series of activities in church and the community during Holy Week.

- Ministry – We are working with the KLMC on joint clergy appointments. One of our Team Vicars is currently working half time with the Methodist Church and half time with the Anglican Church.

- Buildings – In Kirkby Lonsdale we are working with KLMC and St Joseph's RC Church on 'The Big Vision', *that the Churches, the surroundings and the Rectory buildings are creatively and sustainably utilised for the benefit of the local community, visitors and the Ministry and Mission of the church.* In the other districts within the parish, each church community is working to support their local church building in different ways.

The PCC is committed to enabling as many people as possible to worship at our churches, and to encouraging discipleship and active engagement across the 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. Our services and worship put faith into practice through prayer and scripture, music and sacrament.

Aims and Strategies (continued)

When planning our activities for the year, the ministry team and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. We share the Diocesan vision statements:

Follow Daily – by providing opportunities and training that will help people to deepen their faith in Jesus, and by encouraging people to consider all types of Christian service.

Care Deeply – by working with and supporting the local communities in Kirkby Lonsdale and the surrounding villages and trying to reach those in particular need.

Speak Boldly – through initiatives such as family trails, working with schools, other Family Project activities and also through public worship opportunities such as the Good Friday service in the Market Square.

Tread Gently – including starting to look at how we can use our buildings more efficiently.

Volunteers

Each church has a loyal group of volunteers who assist the ministry team in providing regular acts of worship, including weddings, funerals and baptisms. Volunteers also play a major part in the maintenance of churchyards and general housekeeping within the church buildings.

Risks and Uncertainties

The PCC faces the following risks and uncertainties:

Risk	*Level*	*Mitigation*
Declining congregations and supporters – Reduced income	Medium	The PCC and the churches continuously monitor the financial viability of each church. Each church has a responsibility to maintain its own building and to contribute to the costs of the clergy through the Parish Offer. If there were concerns about financial viability these would be raised with the Archdeacon and discussed with the local community to find a way forward.
Declining congregations and supporters – Lack of volunteers	Medium	Each church is responsible for finding volunteers to fill these roles. The specific minimum roles to be filled are those responsible to the PCC for looking after health and safety, buildings and grounds, assets and building security (normally the Churchwarden). The other necessary role is the Treasurer. Failure of a community to find individuals to fulfil these roles would be referred to the Archdeacon.
Repairs needed to church buildings	Medium	Every 5 years each church has an independent Quinquennial Report which assesses the church buildings and details work that will need to be done. Each church District Church Council (DCC), along with the local community is responsible for contributing to the costs of providing clergy (the Ministry Offer) and looking after their church building. If the building cannot be maintained to a safe standard then it will be closed either temporarily or permanently.

Application has been made to the Diocese to close the Church of the Holy Ghost in Middleton, due to significant structural problems. It has not been possible to find and resource a viable plan to secure the financial sustainability of the church. The closure process is now in the hands of the Church Commissioners.

Financial Review

In 2023 total income was £220,823 compared with £279,334 in 2022. Legacies received in 2022 were at an exceptionally high level, for the second year running, amounting to £65,272. In 2023 legacies received amounted to £9,152. This reduction accounted for almost all of the difference in total income between the two years.

In 2023 total expenditure was £351,734 compared with £291,434 in 2022. The main elements of this significant increase in costs were the Ministry Offer, Salaries, Professional Fees and churchyard maintenance included under Church Running Expenses, and Church Utility Costs. The increase in salaries is the result of having a full complement of staff from the beginning of 2023. The additional professional and churchyard maintenance fees related to St Mary's Church. Some of this involved the preparation of evidence and specifications to support future grant applications for a major re-development of the church. The other main component arose from the closure of the Brow footpath, which has necessitated the creation of a new access to the new churchyard, and investigative work on the drainage system under church land adjoining the Brow. Utility costs (mostly gas and electricity) were £34,373 in 2023, an increase of 42% over 2022. This followed an increase of 54% in 2022 compared with 2021.

The excess of expenditure over income in 2023 was £130,910 (£12,110 in 2022).

There were net gains on investments of £57,485 in 2023, compared with net losses of £168,099 in 2022. These gains and losses are calculated based on the change in market value of our investments at the end of the financial year compared with the beginning. These are mostly 'unrealised' gains and losses, which have no cash flow effect. Dividend and Interest Income was £39,581 (£38,016 in 2022).

There was a transfer of £21,560 (£20,000 in 2022) from unrestricted funds to restricted funds, representing the PCC's contribution to the Family Project.

Overall, there was a net deficit of £73,426 in 2023 (£180,199 net deficit in 2022).

After deducting the net deficit for the year, total funds as at 31 December 2023 amounted to £1,421,424 (£1,494,849 in 2022). The allocation of the funds between unrestricted, restricted and endowment is shown in note 6 to the Financial Statements. The purposes of the reserves are explained under 'Reserves Policy' below.

The PCC has a wide spread of investments (in order to reduce risk) in equities, fixed interest and property, almost all of which are held in CBF Church of England Funds. At the 31 December 2023, these investments were valued at £1,039,329 (£1,031,844 in 2022). Liquid current assets amounted to £336,495 (£426,393 in 2022) comprising cash held in bank current and deposit accounts.

Reserves Policy

The PCC regularly reviews its future liabilities to understand whether it is retaining a suitable level of reserves. At 31 December 2023 total reserves were £1,421,424. Of this amount:

- £325,938 is a permanent endowment and therefore not available to meet any of the PCC's liabilities. Income from the endowment is available to meet unrestricted expenditure.
- £ 151,744 represents restricted reserves, which comprise several different funds set up to provide for items of expenditure specified by the donors, as set out in note 6.
- £ 943,741 represents unrestricted reserves.

It is PCC policy to try to maintain a balance on unrestricted funds which equates to at least 6 months unrestricted payments. This is equivalent to approximately £145,000, and is held to smooth out fluctuations in cash flow and to meet emergencies. This leaves £798,741 to cover future maintenance and renovation costs relating to our 8 churches.

St Mary's Kirkby Lonsdale is Grade 1 listed, and all the other churches are Grade 2 listed. Looking at the Architect's Quinquennial Report for each of the eight churches, there are significant future maintenance requirements. There are major structural problems with the roof and tower of St Mary's Kirkby Lonsdale. Other churches will need extensive roof work and stonework repair and repointing over the next 5 to 20 years. Significant further expenditure might become necessary in the future relating to land subsidence adjacent to St Mary's churchyard.

Reserves Policy (continued)

The PCC feels that the unrestricted and relevant restricted funds are sufficient to cover the liabilities identified in the Architect's Quinquennial Reports at the time they are needed.

Plans for Future Periods

In addition to the structural issues at St Mary's, there is an intention to embark on a major redevelopment of the church as part of the 'Big Vision' for all the church buildings and surroundings in Kirkby Lonsdale. The estimated cost of this work is well in excess of the PCC reserves, and a considerable amount of preliminary work has been completed in preparation for grant applications to cover the extra funding that will be required.

Structure, Governance and Management

The PCC is registered with the Charity Commission.

The PCC is governed by the Parochial Church Council Powers Measure (1956) as amended, and the Church Representation Rules, which set out the method of appointment of PCC members. The PCC membership consists of the incumbent (our Rector), ordained clergy in the team, Churchwardens, Readers, parish representatives on the Deanery Synod, elected members (nominated by the individual church councils), and co-opted members.

The PCC is responsible for the 8 churches in the Rainbow Parish. This includes ensuring compliance with church and state rules and regulations and overseeing the finance of the Parish. It sets policy on finance, health & safety and safeguarding. As many of the responsibilities as possible are delegated to the Churchwardens and the District Church Councils (DCCs) who manage the individual churches.

Trustees Training

The Trustees bring knowledge and experience from many areas, and little general training is considered necessary. There are some specific areas where training is important and accordingly we provide all trustees with training on Safeguarding. In other areas, particular trustees keep themselves up to date, for example with church financial practice, health and safety and GDPR.

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL
TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

Trustees

Team Rector:	Reverend Canon R Snow	
Team Vicar	Reverend W Thornton	
Team Vicar	Reverend Canon A Pettifor	
Licensed Readers:	Mrs L Dew	Mr A Cox
Churchwardens:	Mr M Hibbs Mrs A Foulerton Mr S Evans Mrs M Lambert	Mrs R Pedley Mrs M Venys Mrs S Sanderson
Representatives on the Deanery Synod:	Mrs A Foulerton Mrs J Fry	Mr C Howarth Mrs T Allen
Elected Members:	Mr A Oakden Mrs J Wilson Mrs A Dehany Mrs P Hall Mr N Hall	Mrs G Sykes Mrs S Thornber Mrs M Blanchard, Vice Chairman

Secretary: Mrs R Pelham

Treasurer: Mr R N Cass

Trustees' responsibilities

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

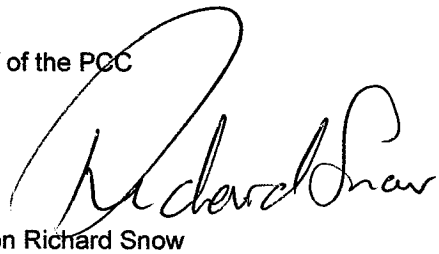
The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

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

On behalf of the PCC



Rev Canon Richard Snow
Rector

Date: 14/5/24

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

Independent Examiner's Report to the Trustees of Kirkby Lonsdale 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 9 to 17.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

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

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

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

.....

Colin Johnson FCCA
MHA
Chartered Accountants
Kendal House
Murley Moss Business Village
Kendal
LA9 7RL

Date: 15/5/24

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED
31 DECEMBER 2023

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	TOTAL FUNDS 2023 £	2022 £
INCOME						
Gift Aid planned giving		53,370	5,000	-	58,370	64,766
Other Planned Giving		8,683	5,705	-	14,388	9,458
Collections at services		11,502	2,807	-	14,309	15,752
All other giving and voluntary income		16,264	2,711	-	18,975	21,520
Gift aid tax recoverable		11,262	2,577	-	13,839	19,555
Legacies received		9,152	-	-	9,152	65,272
Grants received		6,360	-	-	6,360	8,358
Statutory Fees (weddings, funerals, etc.)		12,260	-	-	12,260	10,479
Magazines, bookstall and sundry sales		14,546	5,681	-	20,227	17,355
Fundraising events		12,167	-	-	12,167	8,803
Dividends and Interest		39,581	-	-	39,581	38,016
Other income		1,195	-	-	1,195	-
TOTAL		196,342	24,481	-	220,823	279,334
EXPENDITURE						
Fundraising Costs		22	854	-	876	580
Donations to charities		4,107	3,193	-	7,300	8,706
Diocesan Ministry Offer Contribution		106,890	-	-	106,890	92,985
Salaries / honoraria	2	34,375	34,409	-	68,784	47,205
Expenses (of clergy, pastoral staff, etc.)		(1,717)	4,017	-	2,300	5,375
Mission and Evangelism		534	-	-	534	592
Church running expenses		110,675	2,988	-	113,663	90,360
Church utility costs		34,373	-	-	34,373	24,226
Magazine Printing Expenses		9,576	-	-	9,576	10,597
Major Repairs to churches		6,996	-	-	6,996	5,089
New building work		441	-	-	441	5,719
TOTAL		306,272	45,461	-	351,733	291,434
NET INCOME/(EXPENDITURE) ARISING FROM ORDINARY ACTIVITIES		(109,930)	(20,980)	-	(130,910)	(12,100)
NET GAINS/(LOSSES) ON INVESTMENTS		44,426	-	13,059	57,485	(168,099)
NET INCOME/(EXPENDITURE)		(65,504)	(20,980)	13,059	(73,425)	(180,199)
TRANSFERS BETWEEN FUNDS		(21,560)	21,560	-	-	-
NET MOVEMENT IN FUNDS		(87,064)	580	13,059	(73,425)	(180,199)
RECONCILIATION OF FUNDS:						
Total funds brought forward		1,030,806	151,164	312,879	1,494,849	1,675,048
Total funds carried forward	5 & 6	**943,742**	**151,744**	**325,938**	**1,421,424**	**1,494,849**

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

BALANCE SHEET

AS AT 31 DECEMBER 2023

	Note	2023 £	2022 £
FIXED ASSETS			
Investments	4	1,039,329	1,031,844
		1,039,329	1,031,844
CURRENT ASSETS			
Accounts Receivable	7	48,287	49,009
Prepayments		4,510	10,336
Cash at Bank and in Hand		336,495	426,393
		389,292	485,738
LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR	8		
Accounts Payable		(6,998)	(22,534)
Deferred Income		(199)	(199)
		(7,197)	(22,733)
NET CURRENT ASSETS		382,095	463,005
NET ASSETS		**1,421,424**	**1,494,849**
FUNDS			
Unrestricted		943,742	1,030,806
Restricted		151,744	151,164
Endowment		325,938	312,879
	5 & 6	**1,421,424**	**1,494,849**

Approved by the Parochial Church Council

Richard Snow

Rev Canon Richard Snow
Rector

Date: 14/5/24

The notes on pages 11 to 17 form part of these accounts

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED
31 DECEMBER 2023

	2023 £	2022 £
Reconciliation of net income/(expenditure) to net cash flow from operating activities:		
Net income for the year	(73,425)	(180,199)
Deduct interest income shown in investing activities	(39,581)	(38,016)
Deduct gains/add back losses on investments	(57,485)	168,099
(Increase)/ decrease in debtors	6,548	15,258
Increase/ (decrease) in creditors	(15,536)	3,106
Net cash flow from operating activities	(179,479)	(31,752)
Cash Flows from Investing Activities:		
Payments to acquire investments		-
Receipts from sales of investments	50,000	
Interest received	39,581	38,016
Cash provided by (used in) Investing Activities	89,581	38,016
Cash Flows from Financing Activities:		
Repayment of borrowing	-	-
Cash used in Financing Activities	-	-
Increase (decrease) in cash in the year	(89,898)	6,264
Cash at the beginning of the year	426,393	420,129
Total Cash at the end of the year	336,495	426,393
Relating to:		
Cash at bank and in hand	336,495	426,393
Bank overdrafts included in creditors payable within one year	-	-

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

1. ACCOUNTING POLICIES

(a) Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. 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 UK and Republic of Ireland (FRS102) and the Charities Act 2011.

Kirkby Lonsdale Parochial Church Council meets the definition of a public entity under FRS 102.

The financial statements have been prepared under the historical cost convention as modified by the adoption of market value for investments.

The financial statements are a consolidation of the individual financial statements for the 8 churches within the Ecclesiastical Parish and the central income and expenditure for the Parochial Church Council (PCC).

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

(b) Income

Planned Giving

Planned giving receivable under Gift Aid is recognised only when received.
Income tax recoverable on Gift Aid donations is recognised when the donation receipt is recognised.

Income from investments

Dividends and interest entitlements are accounted for when received.

Income from legacies

Legacies are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and the settlement date.

Income from endowments

Endowment funds must be retained as capital funds, but the income is credited to the unrestricted reserves related to the relevant church.

(c) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Diocesan Parish Share

The PCC's contribution to the Diocesan Parish Share comprises the total offers made by the 8 member churches in the Ecclesiastical Parish. The Parish Share is accounted for when paid. Any amount offered but unpaid at 31st December is shown as a note to the accounts, unless the PCC has authorised payment to be made after the year end and therefore to be shown as a creditor in the Balance sheet.

1. ACCOUNTING POLICIES (continued)

(d) Investments

Investments are valued at market value on 31 December.

(e) Debtors

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

(f) Cash at bank and in hand

Short-term deposits include cash held on deposit with the CBF Church of England Deposit Fund, the COIF Charities Deposit Fund and at the bank. Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(g) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

(h) Investment gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the market value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

(i) Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

		2023	2022
		£	£
2	**STAFF EXPENSES**		
	Wages and salaries	68,784	47,205

During the year there were 6 employees, 5 of whom work part time (2022: 6,5).

There were no employees receiving more than £60,000 in the year (2022: Nil).

During the year no trustees received remuneration (2022: Nil)

3 TRUSTEE EXPENSES

During the year, 2 Trustees (2022: 2) were reimbursed for expenses which totalled £1,611 (2022: £2301). These expenses were for church service and churchyard necessities, travel, postage, subscriptions and office supplies.

4 INVESTMENTS

	2023	2022
	£	£
CBF Investment Fund	1,001,227	996,949
COIF Investment Fund	38,102	34,895
Value as at 31 December	1,039,329	1,031,844
Movements in the year:		
Market value 1 January	1,031,844	1,199,943
Purchases less (Disposals)	(50,000)	-
Income reinvested	-	-
Net (loss)/gain during year	57,485	(168,099)
Market value 31 December	1,039,329	1,031,844

5 ANALYSIS OF NET ASSETS BY FUND

2023	Unrestricted Fund £	Restricted Fund £	Endowment Fund £	Total £
Investments	713,391	-	325,938	1,039,329
Current Assets	236,537	152,755	-	389,292
Current Liabilities	(6,186)	(1,011)	-	(7,197)
Fund Balance	943,742	151,744	325,938	1,421,424

2022	Unrestricted Fund £	Restricted Fund £	Endowment Fund £	Total £
Investments	718,965	-	312,879	1,031,844
Current Assets	328,773	156,965	-	485,738
Current Liabilities	(16,932)	(5,801)	-	(22,733)
Fund Balance	1,030,806	151,164	312,879	1,494,849

6 ANALYSIS OF FUNDS

	Balance 1.1.23	Income	Expenditure	Transfers	Gains and Losses	Balance 31.12.23
	£	£	£	£	£	£
Total Unrestricted funds	**1,030,806**	**196,342**	**(306,272)**	**(21,560)**	**44,426**	**943,741**
Restricted funds						
(a) Church buildings and churchyards	54,906	-	(1,972)	-	-	52,934
(b) Donations received for charities	-	2,943	(2,943)	-	-	-
(c) Family Project	52,138	13,282	(38,440)	21,560	-	48,540
(d) Friends of St Mary's	43,183	8,055	(1,926)	-	-	49,312
Small funds £2,000 or less	937	201	(180)	-	-	958
Total Restricted funds	**151,164**	**24,481**	**(45,461)**	**21,560**	**-**	**151,744**
Permanent Endowment Fund						
(e) Hutton Roof church	312,879	-	-	-	13,059	325,938
Total Funds	**1,494,849**	**220,823**	**(351,733)**	**-**	**57,485**	**1,421,424**

Notes on restricted funds

(a) The restricted funds for church buildings and churchyards relate to donations and bequests for maintenance and renovation work on specified churches.

(b) Donations received for charities relate to collections at weddings, funerals and special services.

(c) The Family Project is a joint initiative with the Methodist Church to help the children and families in our communities discover more of God and God's purpose for their lives. The PCC transfers annually from unrestricted funds to the family project. Other sources of income are the Methoist Church, the Carlisle Diocese and donations from individuals. All project expenditure, including a full time project leader, is charged to this fund.

(d) The Friends of St Mary's Fund is held on behalf of the 'Friends of St Mary's', an independent fund raising organisation. Income from fundraising is credited to the fund, and expenditure on the church, agreed between the church and the 'Friends', is charged to the fund.

(e) The permanent endowment fund for Hutton Roof church was established with a legacy from the late Mary Staveley in 2008, amounting to £251,357. Income from the invested endowment is unrestricted.

6 ANALYSIS OF FUNDS

	Balance 1.1.22	Income	Expenditure	Transfers	Gains and Losses	Balance 31.12.22
	£	£	£	£	£	£
Total Unrestricted funds	**1,156,196**	**249,635**	**(246,040)**	**(20,000)**	**(108,985)**	**1,030,806**
Restricted funds						
(a) Church buildings and churchyards	55,062	2,130	(2,286)	-	-	54,906
(b) Music in Kirkby Lonsdale church	1,578	-	(1,398)	-	-	180
(c) Donations received for charities	-	5,896	(5,896)	-	-	-
(d) Family Project	51,952	15,611	(35,424)	20,000	-	52,139
(e) Friends of St Mary's	37,511	6,062	(390)	-	-	43,183
Small funds £2,000 or less	756	-	-	-	-	756
Total Restricted funds	**146,859**	**29,699**	**(45,394)**	**20,000**	**-**	**151,164**
Permanent Endowment Fund						
(f) Hutton Roof church	371,993	-	-	-	(59,114)	312,879
Total Funds	**1,675,049**	**279,334**	**(291,434)**	**-**	**(168,099)**	**1,494,849**

Notes on restricted funds

(a) The restricted funds for church buildings and churchyards relate to donations and bequests for maintenance and renovation work on specified churches.

(b) Music in Kirkby Lonsdale is a fund established from a gift of £20,000 from Mary Wishart-Hodgson in memory of her late husband, James Wishart-Hodgson, who was organist and choirmaster at St Mary's Church, Kirkby Lonsdale. The fund is to be used for the maintenance of the organ and provision of music in St Mary's church.

(c) Donations received for charities relate to collections at weddings, funerals and special services.

(d) The Family Project is a joint initiative with the Methodist Church to help the children and families in our communities discover more of God and God's purpose for their lives. The PCC transfers annually from unrestricted funds to the family project. In 2022 the transfer amounted to £20,000. Other sources of income are the Methoist Church, the Carlisle Diocese and donations from individuals. All project expenditure, including a full time project leader, is charged to this fund.

(e) The Friends of St Mary's Fund is held on behalf of the 'Friends of St Mary's', an independent fund raising organisation. Income from fundraising is credited to the fund, and expenditure on the church, agreed between the church and the 'Friends', is charged to the fund.

(f) The permanent endowment fund for Hutton Roof church was established with a legacy from the late Mary Staveley in 2008, amounting to £251,357. Income from the invested endowment is unrestricted.

7 DEBTORS

	2023	2022
	£	£
Accounts Receivable	48,287	49,009
Prepayments	4,510	10,336
	52,797	59,345

8 LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Creditors and Accruals	7,197	22,733
	7,197	22,733

9 CONNECTED CHARITY

The PCC manages the residual funds of the Alexander Pearson Memorial Trust. This trust was established for the upkeep of the Brow, Kirkby Lonsdale, a public footpath over Town Council land adjacent to the glebe land in the PCC's ownership.
The value of the fund at 31 December 2023 was £2,377 (2022: £2,354).

10 COMPOSITION OF TEAM MINISTRY

The member churches throughout the year to 31 December 2023 were Barbon, Casterton, Hutton Roof, Lupton, Kirkby Lonsdale, Mansergh, Middleton and Preston Patrick.

11 CONTROL

There is no single controlling party of this charity in the current or previous year.

12 TAX

As a Charity, Kirkby Lonsdale Parochial Church Council is exempt from tax on income and gains falling within sections 472-474 of the Corporation tax Act 2010, sections 478-489 of the Corporation Tax Act 2010, or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

PAROCHIAL CHURCH COUNCIL FOR THE ECCLESIASTICAL PARISH OF THE KIRKBY LONSDALE TEA

England & Wales - Charity number 1131834

Accounts

REGISTERED CHARITY NO. 1131834

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2022



REGISTERED CHARITY NO. 1131834

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Team Rector:	Reverend Canon Richard Snow
Office Address:	Kirkby Lonsdale PCC Parish Office Lunesdale Hall Bective Road Kirkby Lonsdale LA6 2BG
Independent Examiner:	C Johnson MHA Moore and Smalley Kendal House Murley Moss Business Village Kendal LA9 7RL
Architects:	Crosby Granger The Fellside Centre Low Fellside Kendal, LA9 4NH James Innerdale 5 Gildersbank Clapham Lancashire LA2 8EG

INDEX

1	Reference and Administrative Details & Index
2 - 7	Trustees Report
8	Independent Examiner's Report
9	Statement of Financial Activities
10	Balance Sheet
11	Statement of Cash Flows
12 - 17	Notes to the Financial Statements

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees present their report and the financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with legislation relating to church governance, the Charities Act 2011 and the 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; FRS102) issued in October 2019.

Aims and Strategies

The Parochial Church Council (PCC) has the responsibility of working with the ministry team in promoting in the Ecclesiastical Parish of Kirkby Lonsdale (also known as the Rainbow Parish) the whole mission of the Church, pastoral, evangelistic, social and ecumenical. The PCC is also specifically responsible for the maintenance of the 8 churches in the Parish.

The church is guided by the 'God for All' vision to "Follow Daily", "Care Deeply", "Speak Boldy" and "Tread Gently".

The PCC's strategies can be considered under 3 headings:-

- Mission – We are working with the other churches in Kirkby Lonsdale, particularly the Kirkby Lonsdale Methodist Church (KLMC), in many areas of mission. We have been running a Family Project with a full time Family Project Leader with the aim of "helping children and their families in our communities, and particularly those with whom the local church currently has little or no contact, discover more of God and God's purpose for their lives". We also work on many other projects including lunches for older residents, pastoral visiting, and a series of activities in church and the community during Holy Week.

- Ministry – We are working with the KLMC on joint clergy appointments. One of our Team Vicars is currently working half time with the Methodist Church and half time with the Anglican Church.

- Buildings – In Kirkby Lonsdale we are working with KLMC and St Joseph's RC Church on 'The Big Vision', *that the Churches, the surroundings and the Rectory buildings are creatively and sustainably utilised for the benefit of the local community, visitors and the Ministry and Mission of the church.* In the other districts within the parish, each church community is working to support their local church building in different ways.

The PCC is committed to enabling as many people as possible to worship at our churches, and to encouraging discipleship and active engagement across the 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. Our services and worship put faith into practice through prayer and scripture, music and sacrament.

Aims and Strategies (continued)

When planning our activities for the year, the ministry team and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. We share the Diocesan vision statements:

Follow Daily – by providing opportunities and training that will help people to deepen their faith in Jesus, and by encouraging people to consider all types of Christian service.

Care Deeply – by working with and supporting the local communities in Kirkby Lonsdale and the surrounding villages and trying to reach those in particular need.

Speak Boldly – through initiatives such as family trails, working with schools, other Family Project activities and also through public worship opportunities such as the Good Friday service in the Market Square.

Tread Gently – including starting to look at how we can use our buildings more efficiently.

Volunteers

Each church has a loyal group of volunteers who assist the ministry team in providing regular acts of worship, including weddings, funerals and baptisms. Volunteers also play a major part in the maintenance of churchyards and general housekeeping within the church buildings.

Risks and Uncertainties

The PCC faces the following risks and uncertainties:

Risk	*Level*	*Mitigation*
Declining congregations and supporters – Reduced income	Medium	The PCC and the churches continuously monitor the financial viability of each church. Each church has a responsibility to maintain its own building and to contribute to the costs of the clergy through the Parish Offer. If there were concerns about financial viability these would be raised with the Archdeacon and discussed with the local community to find a way forward.
Declining congregations and supporters – Lack of volunteers	Medium	Each church is responsible for finding volunteers to fill these roles. The specific minimum roles to be filled are those responsible to the PCC for looking after health and safety, buildings and grounds, assets and building security (normally the Churchwarden). The other necessary role is the Treasurer. Failure of a community to find individuals to fulfil these roles would be referred to the Archdeacon.
Repairs needed to church buildings	Medium	Every 5 years each church has an independent Quinquennial Report which assesses the church buildings and details work that will need to be done. Each church District Church Council (DCC), along with the local community is responsible for contributing to the costs of providing clergy (the Parish Offer) and looking after their church building. If the building cannot be maintained to a safe standard then it will be closed either temporarily or permanently.

Risks and Uncertainties (continued)

It is now expected that the Church of the Holy Ghost in Middleton will close. Appropriate application has been made to the Diocese.

Financial Review

In 2022 total income was £279,334 compared with £249,757 in 2021. Legacies received were at an exceptionally high level for the second year running, amounting to £65,272 in 2022 and £62,757 in 2021. There were also increases in 2022 in most of the main categories of income, demonstrating the generosity of donors in spite of the economic difficulties that many face.

In 2022 total expenditure was £291,434 compared with £245,913 in 2021. Utility costs (mostly gas and electricity) were £24,226 in 2022, an increase of 54% over 2021. Church and churchyard maintenance costs, together with associated professional fees, were significantly higher in 2022 compared with 2021.

The excess of expenditure over income in 2022 was £12,100 (£3,844 excess of income over expenditure in 2021). These figures demonstrate the importance of legacies in enabling the PCC to cover its ongoing costs.

There were net losses on investments of £168,099 in 2022, compared with net gains of £103,502 in 2021. These losses are calculated based on the change in market value of our investments at the end of the financial year compared with the beginning. These are 'unrealised' losses, which have no cash flow effect. The effect on dividend income (£38,016 in 2022) was negligible, and at current investment market levels is likely to continue to be comparatively small in 2023. At the end of March 2023, investment values have stabilised at overall levels slightly ahead of the position at the end of 2022. However, in the short term, values will always be susceptible to shocks caused by unsettling events around the world.

There was a transfer of £20,000 from unrestricted funds to restricted funds, representing the PCC's contribution to the Family Project.

Overall, there was a net deficit of £180,199 in 2022 (£107,346 net surplus in 2021).

After deducting the net deficit for the year, total funds as at 31 December 2022 amounted to £1,494,849 (£1,675,048 in 2021). The allocation of the funds between unrestricted, restricted and endowment is shown in note 6 to the Financial Statements. The purposes of the reserves are explained under 'Reserves Policy' below.

The PCC has a wide spread of investments (in order to reduce risk) in equities, fixed interest and property, almost all of which are held in CBF Church of England Funds. At the 31 December 2022, these investments were valued at £1,031,844 (£1,199,943 in 2021). Liquid current assets amounted to £426,393 (£420,129 in 2021) comprising cash held in bank current and deposit accounts.

Reserves Policy

The PCC regularly reviews its future liabilities to understand whether it is retaining a suitable level of reserves. At 31 December 2022 total reserves were £1,494,849. Of this amount:

- £312,879 is a permanent endowment and therefore not available to meet any of the PCC's liabilities. Income from the endowment is available to meet unrestricted expenditure.
- £ 151,164 represents restricted reserves, which comprise several different funds set up to provide for items of expenditure specified by the donors, as set out in note 6.
- £ 1,030,806 represents unrestricted reserves.

It is PCC policy to try to maintain a balance on unrestricted funds which equates to at least 6 months unrestricted payments. This is equivalent to approximately £130,000, and is held to smooth out fluctuations in cash flow and to meet emergencies. This leaves £900,806 to cover future maintenance and renovation costs relating to our 8 churches.

St Mary's Kirkby Lonsdale is Grade 1 listed, and all the other churches are Grade 2 listed. Looking at the Architect's Quinquennial Report for each of the eight churches, there are significant future maintenance requirements. There are major problems with the roof of St Mary's Kirkby Lonsdale, and the tower has had to be closed and the clock mechanism removed temporarily due to structural defects in the floors. Other churches will need extensive roof work and stonework repair and repointing over the next 5 to 20 years.
The PCC feels that the funds held to cover church building work, are sufficient to cover the liabilities identified in the Architect's Quinquennial Reports at the time they are needed, and known other maintenance issues.

Plans for Future Periods

In addition to the structural issues at St Mary's, there is an intention to embark on a major redevelopment of the church as part of the 'Big Vision' for all the church buildings and surroundings in Kirkby Lonsdale. The estimated cost of this work is well in excess of the PCC reserves, and a considerable amount of preliminary work has been completed in preparation for grant applications to cover the extra funding that will be required. The criteria for major church grants has changed in the last year, and this has resulted in delays to the whole process of submitting applications designed to succeed in a very competitive environment.

Structure, Governance and Management

The PCC is registered with the Charity Commission.

The PCC is governed by the Parochial Church Council Powers Measure (1956) as amended, and the Church Representation Rules, which set out the method of appointment of PCC members. The PCC membership consists of the incumbent (our rector), ordained clergy in the team, Churchwardens, readers, parish representatives on the Deanery Synod, members elected by the individual church councils within the parish and co-opted members.

The PCC is responsible for the 8 churches in the Rainbow Parish. This includes ensuring compliance with church and state rules and regulations and overseeing the finance of the Parish. It sets policy on finance, health & safety and safeguarding. As many of the responsibilities as possible are delegated to the Churchwardens and the District Church Councils (DCCs) who manage the individual churches.

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

Trustees Training

The Trustees bring knowledge and experience from many areas, and little general training is considered necessary. There are some specific areas where training is important and accordingly we provide all trustees with training on Safeguarding. In other areas, particular trustees keep themselves up to date, for example with church financial practice, health and safety and GDPR.

Trustees

Team Rector:	Reverend Canon R Snow	
Team Vicar	Reverend W Thornton	
Team Vicar	Reverend Canon A Pettifor	
Deacon	Reverend S O'Loughlin	
Licensed Readers:	Mrs L Dew	Mr A Cox
Churchwardens:	Mrs G Lewis Mrs A Foulerton Mr S Evans Mrs R Skinner	Mrs M Lambert Mrs M Venys Mrs S Sanderson
Representatives on the Deanery Synod:	Mrs A Foulerton Mrs J Fry	Mr C Howarth Mrs T Allen
Elected Members:	Mr A Oakden Mrs M Blanchard Mrs A Dehany Mrs P Hall	Mrs G Sykes Mrs S Thornber Mr N Hall Mr M Hibbs, Vice Chairman
Life Member	Mrs O Clarke	

Secretary: Mrs R Pelham Treasurer: Mr R N Cass

Trustees' responsibilities

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

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

On behalf of the PCC

Rev Canon Richard Snow
Rector

Date: 9/5/23

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

Independent Examiner's Report to the Trustees of Kirkby Lonsdale Parochial Church Council

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2022 which are set out on pages 9 to 17.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

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

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

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

Colin Johnson FCCA

Date: 9/5/2023

MHA Moore and Smalley
Chartered Accountants
Kendal House
Murley Moss Business Village
Kendal
LA9 7RL

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED
31 DECEMBER 2022

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	TOTAL FUNDS 2022 £	2021 £
INCOME						
Gift Aid planned giving		52,521	12,245	-	64,766	65,440
Other Planned Giving		9,098	360	-	9,458	5,268
Collections at services		9,856	5,896	-	15,752	7,369
All other giving and voluntary income		20,642	878	-	21,520	14,053
Gift aid tax recoverable		16,820	2,735	-	19,555	16,936
Legacies received		65,272	-	-	65,272	62,757
Grants received		6,072	2,286	-	8,358	12,660
Statutory Fees (weddings, funerals, etc.)		10,479	-	-	10,479	8,995
Magazines, bookstall and sundry sales		12,056	5,299	-	17,355	12,161
Fundraising events		8,803	-	-	8,803	6,940
Dividends and Interest		38,016	-	-	38,016	37,178
Other income		-	-	-	-	-
TOTAL		249,635	29,699	-	279,334	249,757
EXPENDITURE						
Fundraising Costs		490	90	-	580	82
Donations to charities		2,810	5,896	-	8,706	2,504
Diocesan Parish Share contribution		92,985	-	-	92,985	95,871
Salaries / honoraria	2	14,858	32,347	-	47,205	44,156
Expenses (of clergy, pastoral staff, etc.)		2,298	3,077	-	5,375	5,059
Mission and Evangelism		592	-	-	592	1,118
Church running expenses		86,376	3,984	-	90,360	72,561
Church utility costs		24,226	-	-	24,226	15,692
Magazine Printing Expenses		10,597	-	-	10,597	8,870
Major Repairs to churches		5,089	-	-	5,089	-
New building work		5,719	-	-	5,719	-
TOTAL		246,040	45,394	-	291,434	245,913
NET INCOME / (EXPENDITURE) ARISING FROM ORDINARY ACTIVITIES		3,595	(15,695)	-	(12,100)	3,844
NET GAINS/(LOSSES) ON INVESTMENTS		(108,985)	-	(59,114)	(168,099)	103,502
NET INCOME/(EXPENDITURE)		**(105,389)**	**(15,695)**	**(59,114)**	**(180,199)**	**107,346**
TRANSFERS BETWEEN FUNDS		(20,000)	20,000	-	-	-
NET MOVEMENT IN FUNDS		**(125,389)**	**4,305**	**(59,114)**	**(180,199)**	**107,346**
RECONCILIATION OF FUNDS:						
Total funds brought forward		1,156,196	146,859	371,993	1,675,048	1,567,702
Total funds carried forward	5 & 6	**1,030,807**	**151,164**	**312,879**	**1,494,849**	**1,675,048**

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
FIXED ASSETS			
Investments	4	1,031,844	1,199,943
		1,031,844	1,199,943
CURRENT ASSETS			
Debtors	7	49,009	63,017
Prepayments		10,336	11,586
Cash at Bank and in Hand		426,393	420,129
		485,738	494,732
LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR	8	(22,733)	(19,627)
NET CURRENT ASSETS		463,005	475,105
NET ASSETS		**1,494,849**	**1,675,048**
FUNDS			
Unrestricted		1,030,806	1,156,196
Restricted		151,164	146,859
Endowment		312,879	371,993
	5 & 6	**1,494,849**	**1,675,048**

Approved by the Parochial Church Council

Richard Snow

Rev Canon Richard Snow
Rector

Date: 9/5/23

The notes on pages 11 to 17 form part of these accounts

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED
31 December 2022

	2022 £	2021 £
Reconciliation of net income/(expenditure) to net cash flow from operating activities:		
Net income for the year	(180,199)	107,346
Deduct interest income shown in investing activities	(38,016)	(37,178)
Deduct gains/add back losses on investments	168,099	(103,502)
(Increase)/ decrease in debtors	15,258	(38,145)
Increase/ (decrease) in creditors	3,106	6,306
Net cash flow from operating activities	(31,752)	(65,173)
Cash Flows from Investing Activities:		
Payments to acquire investments	-	-
Receipts from sales of investments	-	-
Interest received	38,016	37,178
Cash provided by (used in) Investing Activities	38,016	37,178
Cash Flows from Financing Activities:		
Repayment of borrowing	-	-
Cash used in Financing Activities	-	-
Increase (decrease) in cash in the year	6,264	(27,995)
Cash at the beginning of the year	420,129	448,124
Total Cash at the end of the year	426,393	420,129
Relating to:		
Cash at bank and in hand	426,393	420,129
Bank overdrafts included in creditors payable within one year	-	-

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES

(a) Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. 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 UK and Republic of Ireland (FRS102) and the Charities Act 2011.

Kirkby Lonsdale Parochial Church Council meets the definition of a public entity under FRS 102.

The financial statements have been prepared under the historical cost convention as modified by the adoption of market value for investments.

The financial statements are a consolidation of the individual financial statements for the 8 churches within the Ecclesiastical Parish and the central income and expenditure for the Parochial Church Council (PCC).

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

(b) Income

Planned Giving

Planned giving receivable under Gift Aid is recognised only when received.
Income tax recoverable on Gift Aid donations is recognised when the donation receipt is recognised.

Income from investments

Dividends and interest entitlements are accounted for when received.

Income from legacies

Legacies are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and the settlement date.

Income from endowments

Endowment funds must be retained as capital funds, but the income is credited to the unrestricted reserves related to the relevant church.

(c) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Diocesan Parish Share

The PCC's contribution to the Diocesan Parish Share comprises the total offers made by the 8 member churches in the Ecclesiastical Parish. The Parish Share is accounted for when paid. Any amount offered but unpaid at 31st December is shown as a note to the accounts, unless the PCC has authorised payment to be made after the year end and therefore to be shown as a creditor in the Balance sheet.

1. ACCOUNTING POLICIES (continued)

(d) Investments

Investments are valued at market value on 31 December.

(e) Debtors

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

(f) Cash at bank and in hand

Short-term deposits include cash held on deposit with the CBF Church of England Deposit Fund, the COIF Charities Deposit Fund and at the bank. Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(g) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

(h) Investment gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the market value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

(i) Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

		2022	2021
		£	£
2	**STAFF EXPENSES**		
	Wages and salaries	47,205	44,156

During the year there were 6 employees, 5 of whom work part time (2021: 7,6).

There were no employees receiving more than £60,000 in the year (2021: Nil).

During the year no trustees received remuneration (2021: Nil)

3 TRUSTEE EXPENSES

During the year, 2 Trustees (2021: 2) were reimbursed for expenses which totalled £2,301 (2021: £3,116). These expenses were for church service and churchyard necessities, travel, postage and office supplies.

4 INVESTMENTS

	2022	2021
	£	£
CBF Investment Fund	996,949	1,160,456
COIF Investment Fund	34,895	39,487
Value as at 31 December	1,031,844	1,199,943
Movements in the year:		
Market value 1 January	1,199,943	1,096,441
Purchases less (Disposals)	-	-
Income reinvested	-	-
Net (loss)/gain during year	(168,099)	103,502
Market value 31 December	1,031,844	1,199,943

5 ANALYSIS OF NET ASSETS BY FUND

2022:	Unrestricted Fund £	Restricted Fund £	Endowment Fund £	Total £
Investments	718,965	-	312,879	1,031,844
Current Assets	328,773	156,965	-	485,738
Current Liabilities	(16,932)	(5,801)	-	(22,733)
	1,030,806	151,164	312,879	1,494,849
Fund Balance				

2021:	Unrestricted Fund £	Restricted Fund £	Endowment Fund £	Total £
Investments	827,950	-	371,993	1,199,943
Current Assets	344,776	149,956	-	494,732
Current Liabilities	(16,530)	(3,097)	-	(19,627)
Fund Balance	1,156,196	146,859	371,993	1,675,048

6 ANALYSIS OF FUNDS

	Balance 1.1.22	Income	Expenditure	Transfers	Gains and Losses	Balance 31.12.22
	£	£	£	£	£	£
Total Unrestricted funds	**1,156,196**	**249,635**	**(246,040)**	**(20,000)**	**(108,985)**	**1,030,806**
Restricted funds						
(a) Church buildings and churchyards	55,062	2,130	(2,286)	-	-	54,906
(b) Music in Kirkby Lonsdale church	1,578	-	(1,398)	-	-	180
(c) Donations received for charities	-	5,896	(5,896)	-	-	-
(d) Family Project	51,952	15,611	(35,424)	20,000	-	52,139
(e) Friends of St Mary's	37,511	6,062	(390)	-	-	43,183
Small funds £2,000 or less	756	-	-	-	-	756
Total Restricted funds	**146,859**	**29,699**	**(45,394)**	**20,000**	**-**	**151,164**
Permanent Endowment Fund						
(f) Hutton Roof church	371,993	-	-	-	(59,114)	312,879
Total Funds	**1,675,048**	**279,334**	**(291,434)**	**-**	**(168,099)**	**1,494,849**

Notes on restricted funds

(a) The restricted funds for church buildings and churchyards relate to donations and bequests for maintenance and renovation work on specified churches.

(b) Music in Kirkby Lonsdale is a fund established from a gift of £20,000 from Mary Wishart-Hodgson in memory of her late husband, James Wishart-Hodgson, who was organist and choirmaster at St Mary's Church, Kirkby Lonsdale. The fund is to be used for the maintenance of the organ and provision of music in St Mary's church.

(c) Donations received for charities relate to collections at weddings, funerals and special services.

(d) The Family Project is a joint initiative with the Methodist Church to help the children and families in our communities discover more of God and God's purpose for their lives. The PCC transfers annually from unrestricted funds to the family project. In 2022 the transfer amounted to £20,000. Other sources of income are the Methodist Church, the Carlisle Diocese and donations from individuals. All project expenditure, including a full time project leader, is charged to this fund.

(e) The Friends of St Mary's Fund is held on behalf of the Friends of St Mary's, an independent fund raising organisation. Income from fundraising is credited to the fund, and expenditure on the church, agreed between the church and the 'Friends', is charged to the fund.

(f) The permanent endowment fund for Hutton Roof church was established with a legacy from the late Mary Staveley in 2008, amounting to £251,357. Income from the invested endowment is unrestricted.

6 ANALYSIS OF FUNDS

	Balance 1.1.21	Income	Expenditure	Transfers	Gains and Losses	Balance 31.12.21
	£	£	£	£	£	£
Total Unrestricted funds	**1,114,930**	**188,431**	**(202,355)**	**(15,000)**	**70,190**	**1,156,196**
Restricted funds						
(a) Church buildings and churchyards	43,812	14,630	(3,380)	-	-	55,062
(b) Music in Kirkby Lonsdale church	2,948	-	(1,370)	-	-	1,578
(c) Donations received for charities	-	1,580	(1,580)	-	-	-
(d) Family Project	52,377	20,348	(35,773)	15,000	-	51,952
(e) Friends of St Mary's	14,198	24,768	(1,455)	-	-	37,511
Small funds £2,000 or less	756	-	-	-	-	756
Total Restricted funds	**114,091**	**61,326**	**(43,558)**	**15,000**	**-**	**146,859**
Permanent Endowment Fund						
(f) Hutton Roof church	338,681	-	-	-	33,312	371,993
Total Funds	**1,567,702**	**249,757**	**(245,913)**	**-**	**103,502**	**1,675,048**

Notes on restricted funds

(a) The restricted funds for church buildings and churchyards relate to donations and bequests for maintenance and renovation work on specified churches.

(b) Music in Kirkby Lonsdale is a fund established from a gift of £20,000 from Mary Wishart-Hodgson in memory of her late husband, James Wishart-Hodgson, who was organist and choirmaster at St Mary's Church, Kirkby Lonsdale. The fund is to be used for the maintenance of the organ and provision of music in St Mary's church.

(c) Donations received for charities relate to collections at weddings, funerals and special services.

(d) The Family Project is a joint initiative with the Methodist Church to help the children and families in our communities discover more of God and God's purpose for their lives. The PCC transfers annually £15,000 from unrestricted funds to the family project. Other sources of income are the Methodist Church, the Carlisle Diocese and donations from individuals. All project expenditure, including a full time project leader, is charged to this fund.

(e) The Friends of St Mary's Fund is held on behalf of the Friends of St Mary's, an independent fund raising organisation. Income from fundraising is credited to the fund, and expenditure on the church, agreed between the church and the 'Friends', is charged to the fund.

(f) The permanent endowment fund for Hutton Roof church was established with a legacy from the late Mary Staveley in 2008, amounting to £251,357. Income from the invested endowment is unrestricted.

7 DEBTORS

	2022	2021
	£	£
Accounts Receivable	49,009	63,016
Other Debtors	-	11,587
	49,009	74,603

8 LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Creditors and Accruals	22,733	19,627
	22,733	19,627

9 CONNECTED CHARITY

The PCC manages the residual funds of the Alexander Pearson Memorial Trust. This trust was established for the upkeep of the Brow, Kirkby Lonsdale, a public footpath over Town Council land adjacent to the glebe land in the PCC's ownership. The value of the fund at 31 December 2021 was £2,354.

10 COMPOSITION OF TEAM MINISTRY

The member churches throughout the year to 31 December 2022 were Barbon, Casterton, Hutton Roof, Lupton, Kirkby Lonsdale, Mansergh, Middleton and Preston Patrick.

11 CONTROL

There is no single controlling party of this charity in the current or previous year.

12 TAX

As a Charity, Kirkby Lonsdale Parochial Church Council is exempt from tax on income and gains falling within sections 472-474 of the Corporation tax Act 2010, sections 478-489 of the Corporation Tax Act 2010, or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

PAROCHIAL CHURCH COUNCIL FOR THE ECCLESIASTICAL PARISH OF THE KIRKBY LONSDALE TEA

England & Wales - Charity number 1131834

Accounts

REGISTERED CHARITY NO. 1131834

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2021

REGISTERED CHARITY NO. 1131834

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Team Rector:	Reverend Canon Richard Snow
Office Address:	Kirkby Lonsdale PCC Parish Office Lunesdale Hall Bective Road Kirkby Lonsdale LA6 2BG
Independent Examiner:	C Johnson MHA Moore and Smalley Kendal House Murley Moss Business Village Kendal LA9 7RL
Architect:	Erica Wright The Wright Design Partnership 15 Main Street Kirkby Lonsdale LA6 2AQ

INDEX

1	Reference and Administrative Details & Index
2 - 7	Trustees Report
8	Independent Examiner's Report
9	Statement of Financial Activities
10	Balance Sheet
11	Statement of Cash Flows
12 - 17	Notes to the Financial Statements

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees present their report and the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with legislation relating to church governance, the Charities Act 2011 and the 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; FRS102) issued in October 2019.

Aims and Strategies

The Parochial Church Council (PCC) has the responsibility of co-operating with the ministry team in promoting in the Ecclesiastical Parish of Kirkby Lonsdale (also known as the Rainbow Parish) the whole mission of the Church, pastoral, evangelistic, social and ecumenical. The PCC is also specifically responsible for the maintenance of the 8 churches in the Parish.

The church is guided by the 'God for All' vision to "release the whole people of God for the whole mission of God for the transformation of Cumbria in the name of Jesus".

The PCC's strategies can be considered under 3 headings:-

- Mission – We are working with the other churches in Kirkby Lonsdale, particularly the Kirkby Lonsdale Methodist Church (KLMC), in many areas of mission. We have been running a Family Project with a full time Family Project Leader with the aim of "helping children and their families in our communities, and particularly those with whom the local church currently has little or no contact, discover more of God and God's purpose for their lives". We also work on many other projects including lunches for older residents, pastoral visiting, and a series of activities in church and the community during Holy Week.

- Ministry – We are working with the KLMC on joint clergy appointments. One of our Team Vicars is currently working half time with the Methodist Church and half time with the Anglican Church.

- Buildings – In Kirkby Lonsdale we are working with KLMC and St Joseph's RC Church on 'The Big Vision', *that the Churches, the surroundings and the Rectory buildings are creatively and sustainably utilised for the benefit of the local community, visitors and the Ministry and Mission of the church.* In the other districts, each church community is working to support their local church building in different ways.

The PCC is committed to enabling as many people as possible to worship at our churches, to encouraging discipleship and active engagement across the 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. Our services and worship put faith into practice through prayer and scripture, music and sacrament.

Aims and Strategies (continued)

When planning our activities for the year, the ministry team and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. We share the Diocesan vision 'to see our churches growing disciples of all ages' for the good of our parish and the wider community and we seek to encourage the five marks of discipleship:

Maturity in faith – by providing opportunities and training that will help people to deepen their faith in Jesus, and by encouraging people to consider all types of Christian service.

Expectant Prayer and lively Worship – by encouraging corporate and individual prayer; through having a variety of styles of worship and by making the most of the special occasions that occur through the year.

Community service and engagement – by maintaining and developing our buildings; by making them available for a variety of uses; by working in partnership with other organisations that strengthen community life; by developing our links with schools and youth organisations; by encouraging generosity of time and talents, and by supporting the ministry and mission of the Diocese of Carlisle.

Evangelism – by telling the story of God in our parish; by giving people confidence to live and share their faith and by creating opportunities for people beyond the church to explore and understand the Christian faith.

Quality of relationships – by being welcoming; by developing our pastoral care; by working closely with our ecumenical partners wherever possible; by holding, and participating in, events that build church and community life.

Volunteers

Each church has a loyal group of volunteers who assist the ministry team in providing regular acts of worship, including weddings, funerals and baptisms. Volunteers also play a major part in the maintenance of churchyards and general housekeeping within the church buildings.

Risks and Uncertainties

The PCC faces the following risks and uncertainties:

Risk	***Level***	***Mitigation***
Declining congregations and supporters – Reduced income	Medium	The PCC and the churches continuously monitor the financial viability of each church. Each church has a responsibility to maintain its own building and to contribute to the costs of the clergy through the Parish Offer. If there were concerns about financial viability these would be raised with the Archdeacon and discussed with the local community to find a way forward.
Declining congregations and supporters – Lack of volunteers	Medium	Each church is responsible for finding volunteers to fill these roles. The specific minimum roles to be filled are those responsible to the PCC for looking after health and safety, buildings and grounds, assets and building security (normally the Churchwarden). The other necessary role is the Treasurer. Failure of a community to find individuals to fulfil these roles would be referred to the Archdeacon.

Risks and Uncertainties (continued)

Repairs needed to church buildings	Medium	Every 5 years each church has an independent Quinquennial Report which assesses the church buildings and details work that will need to be done. Each church District Church Council (DCC), along with the local community is responsible for contributing to the costs of providing clergy (the Parish Offer) and looking after their church building. If the building cannot be maintained to a safe standard then it will be closed either temporarily or permanently.

It is now expected that the Church of the Holy Ghost in Middleton will close due to the structural problems and the lack of community support and funds to address the structural problems. Appropriate application has been made to the Diocese.

Financial Review

In 2021 total income was £249,757 compared with £326,368 in 2020. The reduction in income was largely due to a lower value of legacies received in 2021 (£62,757) compared with 2020 (£137,066).

In 2021 total expenditure was £245,913 compared with £234,591 in 2020. The main reason for the increase in expenditure was higher church and churchyard maintenance costs.

The excess of income over expenditure in 2021 was therefore £3,844 (£91,777 in 2020). This small surplus in 2021 was only possible because of the receipt of legacies, which, although much lower than in 2020, was still very considerable. The PCC has been extremely fortunate in recent years with regard to the generosity of parishioners remembering our churches in their wills.

There were net gains on investments of £103,502 in 2021, compared with net gains of £44,287 in 2020. These gains are calculated based on the change in market value of our investments at the end of the financial year compared with the beginning. These are 'unrealised' gains, which have no cash flow effect.

There was a transfer of £15,000 from unrestricted funds to restricted funds, representing the PCC's contribution to the Family Project

Overall, there was a net surplus of £107,346 in 2021 (£136,064 in 2020).

With the addition of the net surplus for the year, total funds as at 31 December 2021 amounted to £1,675,048 (£1,567,702 in 2020). The allocation of the funds between unrestricted, restricted and endowment is shown in note 6 to the Financial Statements. The purposes of the reserves are explained under 'Reserves Policy' below.

The PCC has a wide spread of investments (in order to reduce risk) in equities, fixed interest and property, almost all of which are held in CBF Church of England Funds. At the 31 December 2021, these investments were valued at £1,199,943 (£1,096,441 in 2020). Liquid current assets amounted to £420,129 (£448,124 in 2020) comprising cash held in bank current and deposit accounts.

Reserves Policy

The PCC regularly reviews its future liabilities to understand whether it is retaining a suitable level of reserves. At 31 December 2021 total reserves were £1,675,048. Of this amount:

- £371,993 is a permanent endowment and therefore not available to meet any of the PCC's liabilities. Income from the endowment is available to meet unrestricted expenditure.
- £ 146,859 represents restricted reserves, which comprise several different funds set up to provide for items of expenditure specified by the donors, as set out in note 6.
- £ 1,156,196 represents unrestricted (free) reserves.

It is PCC policy to try to maintain a balance on unrestricted funds which equates to at least 6 months unrestricted payments. This is equivalent to approximately £120,000, and is held to smooth out fluctuations in cash flow and to meet emergencies. This leaves £1,036,196 to cover future maintenance and renovation costs relating to our 8 churches.

St Mary's Kirkby Lonsdale is Grade 1 listed, and all the other churches are Grade 2 listed. Looking at the Architect's Quinquennial Report for each of the eight churches, there are significant future maintenance requirements. There are major problems with the roof of St Mary's Kirkby Lonsdale, and in 2021 the tower had to be closed due to structural defects in the floors. Other churches will need extensive roof work and stonework repair and repointing over the next 5 to 20 years. The PCC feels that the funds held to cover church building work, are sufficient to cover the liabilities identified in the Architect's Quinquennial Reports at the time they are needed.

Plans for Future Periods

In addition to the structural issues at St Mary's, there is an intention to embark on a major redevelopment of the church as part of the 'Big Vision' for all the church buildings and surroundings in Kirkby Lonsdale. The estimated cost of this work is well in excess of the PCC reserves, and a considerable amount of preliminary work has been completed in preparation for grant applications to cover the extra funding that will be required. It is hoped that the PCC will be ready to submit grant applications in 2022.

Structure, Governance and Management

The PCC is registered with the Charity Commission.

The PCC is governed by the Parochial Church Council Powers Measure (1956) as amended, and the Church Representation Rules, which set out the method of appointment of PCC members. The PCC membership consists of the incumbent (our rector), ordained clergy in the team, Churchwardens, readers, parish representatives on the Deanery Synod, members elected by the individual church councils within the parish and co-opted members.

The PCC is responsible for the 8 churches in the Rainbow Parish. This includes ensuring compliance with church and state rules and regulations and overseeing the finance of the Parish. It sets policy on finance, health & safety and safeguarding. As many of the responsibilities as possible are delegated to the Churchwardens and the District Church Councils (DCCs) who manage the individual churches.

Trustees Training

The Trustees bring knowledge and experience from many areas, and little general training is considered necessary. There are some specific areas where training is important and accordingly we provide all trustees with training on Safeguarding. In other areas, particular trustees keep themselves up to date, for example with church financial practice, health and safety and GDPR.

Trustees

Team Rector:	Reverend Canon R Snow	
Team Vicar	Reverend W Thornton	
Team Vicar	Reverend A Pettifor	
Deacon	Reverend S O'Loughlin	
Licensed Readers:	Mrs L Dew	Mr A Cox
Churchwardens:	Mrs G Lewis Mrs A Foulerton Mr A Mason Mr S Evans	Mrs M Lambert Mrs M Venys Mrs W Hadwin Mrs S Sanderson
Representatives on the Deanery Synod:	Mrs A Foulerton Mrs J Fry	Mr C Howarth
Elected Members:	Mr A Oakden Mrs M Blanchard Mrs A Dehany Mrs P Hall	Mrs G Sykes Mrs S Thornber Mr N Hall
Life Member	Mrs O Clarke	
Co-opted Member:	Mr M Hibbs, Vice Chairman	

Secretary: Mrs V Hazlett Treasurer: Mr R N Cass

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL
TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

Trustees' responsibilities

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

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

On behalf of the PCC

Richard Snow

Rev Canon Richard Snow
Rector

Date: 18th May 2022

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

Independent Examiner's Report to the Trustees of Kirkby Lonsdale 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 9 to 17.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

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

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

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

Colin Johnson

Date: 18/05/2022

Colin Johnson FCCA
MHA Moore and Smalley
Chartered Accountants
Kendal House
Murley Moss Business Village
Kendal
LA9 7RL

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED
31 DECEMBER 2021

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	TOTAL FUNDS 2021 £	2020 £
INCOME						
Tax efficient planned giving		55,250	10,190	-	65,440	59,822
Other Planned Giving		4,408	860	-	5,268	1,500
Collections at services		5,789	1,580	-	7,369	5,694
All other giving and voluntary income		14,003	50	-	14,053	20,679
Gift aid tax recoverable		14,388	2,548	-	16,936	17,016
Legacies received		32,257	30,500	-	62,757	137,066
Grants received		1,780	10,880	-	12,660	27,927
Statutory Fees (weddings, funerals, etc.)		8,995	-	-	8,995	5,868
Magazines, bookstall and sundry sales		11,764	397	-	12,161	10,230
Fundraising events		2,619	4,321	-	6,940	819
Dividends and Interest		37,178	-	-	37,178	39,694
Other income		-	-	-	-	53
TOTAL		188,431	61,326	-	249,757	326,368
EXPENDITURE						
Fundraising Costs		82	-	-	82	307
Donations to charities		924	1,580	-	2,504	5,774
Diocesan Parish Share contribution		95,871	-	-	95,871	96,388
Salaries / honoraria	2	12,527	31,629	-	44,156	45,175
Expenses (of clergy, pastoral staff, etc.)		949	4,110	-	5,059	6,849
Mission and Evangelism		1,118	-	-	1,118	149
Church running expenses		66,322	6,239	-	72,561	50,272
Church utility costs		15,692	-	-	15,692	13,699
Magazine Printing Expenses		8,870	-	-	8,870	10,661
Major Repairs to churches		-	-	-	-	3,417
New building work		-	-	-	-	1,900
TOTAL		202,355	43,558	-	245,913	234,591
NET GAINS/(LOSSES) ON INVESTMENTS		70,190	-	33,312	103,502	44,287
NET INCOME/(EXPENDITURE)		**56,266**	**17,768**	**33,312**	**107,346**	**136,064**
TRANSFERS BETWEEN FUNDS		(15,000)	15,000	-	-	-
NET MOVEMENT IN FUNDS		**41,266**	**32,768**	**33,312**	**107,346**	**136,064**
RECONCILIATION OF FUNDS:						
Total funds brought forward		1,114,930	114,091	338,681	1,567,702	1,431,638
Total funds carried forward	5 & 6	**1,156,196**	**146,859**	**371,993**	**1,675,048**	**1,567,702**

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Note	2021 £	2020 £
FIXED ASSETS			
Investments	4	1,199,943	1,096,441
		1,199,943	1,096,441
CURRENT ASSETS			
Debtors	7	74,603	36,458
Cash at Bank and in Hand		420,129	448,124
		494,732	484,582
LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR	8	(19,627)	(13,321)
NET CURRENT ASSETS		475,105	471,261
NET ASSETS		**1,675,048**	**1,567,702**
FUNDS			
Unrestricted		1,156,196	1,114,930
Restricted		146,859	114,091
Endowment		371,993	338,681
	5 & 6	**1,675,048**	**1,567,702**

Approved by the Parochial Church Council

Richard Snow

Rev Canon Richard Snow
Rector

Date: 18th May 2022

The notes on pages 11 to 17 form part of these accounts

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED
31 DECEMBER 2021

	2021 £	2020 £
Reconciliation of net income/(expenditure) to net cash flow from operating activities:		
Net income for the year	107,346	136,064
Deduct interest income shown in investing activities	(37,178)	(39,694)
Deduct gains/add back losses on investments	(103,502)	(44,287)
(Increase)/ decrease in debtors	(38,145)	3,940
Increase/ (decrease) in creditors	6,306	4,935
Net cash flow from operating activities	(65,173)	60,958
Cash Flows from Investing Activities:		
Payments to acquire investments	-	(10,000)
Receipts from sales of investments		
Interest received	37,178	39,694
Cash provided by (used in) Investing Activities	37,178	29,694
Cash Flows from Financing Activities:		
Repayment of borrowing	-	-
Cash used in Financing Activities	-	-
Increase (decrease) in cash in the year	(27,995)	90,652
Cash at the beginning of the year	448,124	357,472
Total Cash at the end of the year	420,129	448,124
Relating to:		
Cash at bank and in hand	420,129	448,124
Bank overdrafts included in creditors payable within one year	-	-

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1. ACCOUNTING POLICIES

(a) Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. 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 UK and Republic of Ireland (FRS102) and the Charities Act 2011.

Kirkby Lonsdale Parochial Church Council meets the definition of a public entity under FRS 102.

The financial statements have been prepared under the historical cost convention as modified by the adoption of market value for investments.

The financial statements are a consolidation of the individual financial statements for the 8 churches within the Ecclesiastical Parish and the central income and expenditure for the Parochial Church Council (PCC).

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

(b) Income

Planned Giving

Planned giving receivable under Gift Aid is recognised only when received.
Income tax recoverable on Gift Aid donations is recognised when the donation receipt is recognised.

Income from investments

Dividends and interest entitlements are accounted for when received.

Income from legacies

Legacies are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and the settlement date.

Income from endowments

Endowment funds have to be retained as capital funds, but the income is credited to the unrestricted reserves related to the relevant church.

(c) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Diocesan Parish Share

The PCC's contribution to the Diocesan Parish Share comprises the total offers made by the 8 member churches in the Ecclesiastical Parish. The Parish Share is accounted for when paid. Any amount offered but unpaid at 31st December is shown as a note to the accounts, unless the PCC has authorised payment to be made after the year end and therefore to be shown as a creditor in the Balance sheet.

1. ACCOUNTING POLICIES (continued)

(d) Investments

Investments are valued at market value on 31 December.

(e) Debtors

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

(f) Cash at bank and in hand

Short-term deposits include cash held on deposit with the CBF Church of England Deposit Fund, the COIF Charities Deposit Fund and at the bank. Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(g) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

(h) Investment gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the market value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

(i) Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

		2021 £	2020 £
2	**STAFF EXPENSES**		
	Wages and salaries	44,156	45,175

During the year there were 7 employees, 6 of whom work part time (2020: 5,4).

There were no employees receiving more than £60,000 in the year (2020: Nil).

During the year no trustees received remuneration (2020: Nil)

3 TRUSTEE EXPENSES

During the year, 2 Trustees (2020: 6) were reimbursed for expenses which totalled £3,116 (2020: £7,502). These expenses were for church service and churchyard necessities, travel, postage and office supplies.

4 INVESTMENTS

	2021 £	2020 £
CBF Investment Fund	1,160,456	1,061,860
COIF Investment Fund	39,487	34,581
Value as at 31 December	1,199,943	1,096,441
Movements in the year:		
Market value 1 January	1,096,441	1,042,154
Purchases less (Disposals)	-	10,000
Income reinvested	-	-
Net (loss)/gain during year	103,502	44,287
Market value 31 December	1,199,943	1,096,441

5 ANALYSIS OF NET ASSETS BY FUND

2021:	Unrestricted Fund £	Restricted Fund £	Endowment Fund £	Total £
Investments	827,950	-	371,993	1,199,943
Current Assets	344,776	149,956	-	494,732
Current Liabilities	(16,530)	(3,097)	-	(19,627)
Fund Balance	1,156,196	146,859	371,993	1,675,048

2020:	Unrestricted Fund £	Restricted Fund £	Endowment Fund £	Total £
Investments	757,760	-	338,681	1,096,441
Current Assets	370,491	114,091	-	484,582
Current Liabilities	(13,321)	-	-	(13,321)
Fund Balance	1,114,930	114,091	338,681	1,567,702

6 ANALYSIS OF FUNDS

	Balance 1.1.21	Income	Expenditure	Transfers	Gains and Losses	Balance 31.12.21
	£	£	£	£	£	£
Total Unrestricted funds	**1,114,930**	**188,431**	**(202,355)**	**(15,000)**	**70,190**	**1,156,196**
Restricted funds						
(a) Church buildings and churchyards	43,812	14,630	(3,380)	-	-	55,062
(b) Music in Kirkby Lonsdale church	2,948	-	(1,370)	-	-	1,578
(c) Donations received for charities	-	1,580	(1,580)	-	-	-
(d) Family Project	52,377	20,348	(35,773)	15,000	-	51,952
(e) Friends of St Mary's	14,198	24,768	(1,455)	-	-	37,511
Small funds £2,000 or less	756	-	-	-	-	756
Total Restricted funds	**114,091**	**61,326**	**(43,558)**	**15,000**	**-**	**146,859**
Permanent Endowment Fund						
(f) Hutton Roof church	338,681	-	-	-	33,312	371,993
Total Funds	**1,567,702**	**249,757**	**(245,913)**	**-**	**103,502**	**1,675,048**

Notes on restricted funds

(a) The restricted funds for church buildings and churchyards relate to donations and bequests for maintenance and renovation work on specified churches.

(b) Music in Kirkby Lonsdale is a fund established from a gift of £20,000 from Mary Wishart-Hodgson in memory of her late husband, James Wishart-Hodgson, who was organist and choirmaster at St Mary's Church, Kirkby Lonsdale. The fund is to be used for the maintenance of the organ and provision of music in St Mary's church.

(c) Donations received for charities relate to collections at weddings, funerals and special services.

(d) The Family Project is a joint initiative with the Methodist Church to help the children and families in our communities discover more of God and God's purpose for their lives. The PCC transfers annually £15,000 from unrestricted funds to the family project. Other sources of income are the Methoist Church, the Carlisle Diocese and donations from individuals. All project expenditure, including a full time project leader, is charged to this fund.

(e) The Friends of St Mary's Fund is held on behalf of the Friends of St Mary's, an independent fund raising organisation. Income from fundraising is credited to the fund, and expenditure on the church, agreed between the church and the 'Friends', is charged to the fund.

(f) The permanent endowment fund for Hutton Roof church was established with a legacy from the late Mary Staveley in 2008, amounting to £251,357. Income from the invested endowment is unrestricted.

6 ANALYSIS OF FUNDS

	Balance 1.1.20	Income	Expenditure	Transfers	Gains and Losses	Balance 31.12.20
	£	£	£	£	£	£
Total Unrestricted funds	**969,549**	**287,556**	**(177,326)**	**(15,000)**	**50,151**	**1,114,930**
Restricted funds						
(a) Church buildings and churchyards	50,154	12,494	(18,836)	-	-	**43,812**
(b) Music in Kirkby Lonsdale church	4,670	-	(1,722)	-	-	**2,948**
(c) Donations received for charities	-	363	(363)	-	-	-
(d) Family Project	46,782	24,178	(33,583)	15,000	-	**52,377**
(e) Friends of St Mary's	14,013	1,684	(1,499)	-	-	**14,198**
Small funds £2,000 or less	1,925	93	(1,262)	-	-	**756**
Total Restricted funds	**117,544**	**38,812**	**(57,265)**	**15,000**	**-**	**114,091**
Permanent Endowment Fund						
(f) Hutton Roof church	344,545	-	-	-	(5,864)	338,681
Total Funds	**1,431,638**	**326,368**	**(234,591)**	**-**	**44,287**	**1,567,702**

Notes on restricted funds

(a) The restricted funds for church buildings and churchyards relate to donations and bequests for maintenance and renovation work on specified churches.

(b) Music in Kirkby Lonsdale is a fund established from a gift of £20,000 from Mary Wishart-Hodgson in memory of her late husband, James Wishart-Hodgson, who was organist and choirmaster at St Mary's Church, Kirkby Lonsdale. The fund is to be used for the maintenance of the organ and provision of music in St Mary's church.

(c) Donations received for charities relate to collections at weddings, funerals and special services.

(d) The Family Project is a joint initiative with the Methodist Church to help the children and families in our communities discover more of God and God's purpose for their lives. The PCC transfers annually £15,000 from unrestricted funds to the family project. Other sources of income are the Methoist Church, the Carlisle Diocese and donations from individuals. All project expenditure, including a full time project leader, is charged to this fund.

(e) The Friends of St Mary's Fund is held on behalf of the Friends of St Mary's, an independent fund raising organisation. Income from fundraising is credited to the fund, and expenditure on the church, agreed between the church and the 'Friends', is charged to the fund.

(f) The permanent endowment fund for Hutton Roof church was established with a legacy from the late Mary Staveley in 2008, amounting to £251,357. Income from the invested endowment is unrestricted.

7 DEBTORS

	2021	2020
	£	£
Accounts Receivable	63,016	23,747
Other Debtors	11,587	12,711
	74,603	36,458

8 LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Creditors and Accruals	19,627	13,321
	19,627	13,321

9 CONNECTED CHARITY

The PCC manages the residual funds of the Alexander Pearson Memorial Trust. This trust was established for the upkeep of the Brow, Kirkby Lonsdale, a public footpath over Town Council land adjacent to the glebe land in the PCC's ownership. The value of the fund at 31 December 2021 was £2,353.

10 COMPOSITION OF TEAM MINISTRY

The member churches throughout the year to 31 December 2021 were Barbon, Casterton, Hutton Roof, Lupton, Kirkby Lonsdale, Mansergh, Middleton and Preston Patrick.

11 CONTROL

There is no single controlling party of this charity in the current or previous year.

12 TAX

As a Charity, Kirkby Lonsdale Parochial Church Council is exempt from tax on income and gains falling within sections 472-474 of the Corporation tax Act 2010, sections 478-489 of the Corporation Tax Act 2010, or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

PAROCHIAL CHURCH COUNCIL FOR THE ECCLESIASTICAL PARISH OF THE KIRKBY LONSDALE TEA

England & Wales - Charity number 1131834

Accounts

REGISTERED CHARITY NO. 1131834

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2020

REGISTERED CHARITY NO. 1131834

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

REFERENCE AND ADMINISTRATIVE DETAILS

Team Rector:	Reverend Richard Snow
Office Address:	Kirkby Lonsdale PCC Parish Office Lunesdale Hall Bective Road Kirkby Lonsdale LA6 2BG
Independent Examiner:	I Clark MHA Moore and Smalley Kendal House Murley Moss Business Village Kendal LA9 7RL
Architect:	Erica Wright The Wright Design Partnership 15 Main Street Kirkby Lonsdale LA6 2AQ

INDEX

1	Reference and Administrative Details & Index
2 - 7	Trustees Report
8	Independent Examiner's Report
9	Statement of Financial Activities
10	Balance Sheet
11	Statement of Cash Flows
12 - 17	Notes to the Financial Statements

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees present their report and the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with legislation relating to church governance, the Charities Act 2011 and the 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; FRS102) issued in October 2019.

Aims and Strategies

The Parochial Church Council (PCC) has the responsibility of co-operating with the ministry team in promoting in the Ecclesiastical Parish of Kirkby Lonsdale (also known as the Rainbow Parish) the whole mission of the Church, pastoral, evangelistic, social and ecumenical. The PCC is also specifically responsible for the maintenance of the 8 churches in the Parish.

The church is guided by the 'God for All' vision to "release the whole people of God for the whole mission of God for the transformation of Cumbria in the name of Jesus".

The PCCs strategies can be considered under 3 headings:-

- Mission – We are working with the other churches in Kirkby Lonsdale, particularly the Kirkby Lonsdale Methodist Church (KLMC), in many areas of mission. We have been running a Family Project with a full time Family Project Leader with the aim of "helping children and their families in our communities, and particularly those with whom the local church currently has little or no contact, discover more of God and God's purpose for their lives". We also work on many other projects including lunches for older residents, pastoral visiting, and a series of activities in church and the community during Holy Week.

- Ministry – We are working with the KLMC on joint clergy appointments. One of our Team Vicars is currently working half time with the Methodist Church and half time with the Anglican Church.

- Buildings – In Kirkby Lonsdale we are working with KLMC and St Joseph's RC Church on 'The Big Vision', *that the Churches, the surroundings and the Rectory buildings are creatively and sustainably utilised for the benefit of the local community, visitors and the Ministry and Mission of the church.* In the other districts, each church community is working to support their local church building in different ways.

The PCC is committed to enabling as many people as possible to worship at our churches, to encouraging discipleship and active engagement across the 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. Our services and worship put faith into practice through prayer and scripture, music and sacrament.

Aims and Strategies (continued)

When planning our activities for the year, the ministry team and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. We share the Diocesan vision 'to see our churches growing disciples of all ages' for the good of our parish and the wider community and we seek to encourage the five marks of discipleship:

Maturity in faith – by providing opportunities and training that will help people to deepen their faith in Jesus, and by encouraging people to consider all types of Christian service.

Expectant Prayer and lively Worship – by encouraging corporate and individual prayer; through having a variety of styles of worship and by making the most of the special occasions that occur through the year.

Community service and engagement – by maintaining and developing our buildings; by making them available for a variety of uses; by working in partnership with other organisations that strengthen community life; by developing our links with schools and youth organisations; by encouraging generosity of time and talents, and by supporting the ministry and mission of the Diocese of Carlisle.

Evangelism – by telling the story of God in our parish; by giving people confidence to live and share their faith and by creating opportunities for people beyond the church to explore and understand the Christian faith.

Quality of relationships – by being welcoming; by developing our pastoral care; by working closely with our ecumenical partners wherever possible; by holding, and participating in, events that build church and community life.

Volunteers

Each church has a loyal group of volunteers who assist the ministry team in providing regular acts of worship, including weddings, funerals and baptisms. Volunteers also play a major part in the maintenance of churchyards and general housekeeping within the church buildings.

Risks and Uncertainties

The PCC faces the following risks and uncertainties:

Risk	***Level***	***Mitigation***
Declining congregations and supporters – Reduced income	Medium	The PCC and the churches continuously monitor the financial viability of each church. Each church has a responsibility to maintain its own building and to contribute to the costs of the clergy through the Parish Offer. If there were concerns about financial viability these would be raised with the Archdeacon and discussed with the local community to find a way forward.
Declining congregations and supporters – Lack of volunteers	Medium	Each church is responsible for finding volunteers to fill these roles. The specific minimum roles to be filled are those responsible to the PCC for looking after health and safety, buildings and grounds, assets and building security (normally the Churchwarden). The other necessary role is the Treasurer. Failure of a community to find individuals to fulfil these roles would be referred to the Archdeacon.

Risks and Uncertainties (continued)

Repairs needed to church buildings	Medium	Every 5 years each church has an independent Quinquennial Report which assesses the church buildings and details work that will need to be done. Each church District Church Council (DCC), along with the local community is responsible for contributing to the costs of providing clergy (the Parish Offer) and looking after their church building. If the building cannot be maintained to a safe standard then it will be closed either temporarily or permanently.
Risk to the viability of Middleton church due to structural movement of the chancel arch.	High	The PCC and DCC are working through the various options for the future of the church. The continued viability will be largely dependent on practical support from the local community in raising funds and applying for grants, with consideration being given to expanding the role of the building for community use. The PCC has currently closed the church.

Financial Review

The 2019 Annual Report was written in the early days of the COVID 19 epidemic, when in common with most public buildings, all churches were closed. It was suggested that this was likely to have a significant impact on our income in 2020, whilst most of our costs would continue as normal. The 2020 Statement of Financial Activities bears this out. Income from collections at church services (including weddings and funerals), visitors and fundraising was much reduced. However, the receipt of a legacy amounting to £125,066, together with other legacies totalling £12,000, transformed the financial result for the current year.

In 2020 total income was £326,368 compared with £300,738 in 2019.

In 2020 total expenditure was £234,591 compared with £260,567 in 2019. There were exceptional repair costs in Lupton and Mansergh churches in 2019 which were the main reason for the reduction in costs in 2020.

World financial markets had a turbulent year in 2020, and the PCC's investments reflected the rapid changes in value that took place. At the beginning of 2020 our investments were carrying significant gains accrued during 2019. The onset of the pandemic triggered major falls in financial markets, but by the end of 2020 these losses had been recouped, and many of our investments finished 2020 at higher values than at the beginning of the year.

There were net gains on investments of £44,287 in 2020, compared with net gains of £82,607 in 2019. These gains are calculated based on the change in market value of our investments at the end of the financial year compared with the beginning. These are 'unrealised' gains, which have no cash flow effect.

There was a transfer of £15,000 from unrestricted funds to restricted funds, representing the PCC's contribution to the Family Project. For the year ending 31 December 2021, the PCC has approved the transfer of a further £15,000 from unrestricted funds to the Family Project, which will be added to the donations and grants pledged and to be received from the Methodist and Church of England authorities.

Financial Review (continued)

Overall, there was a net surplus of £136,064 in 2020 (£122,778 in 2019).

With the addition of the net surplus for the year, total funds as at 31 December 2020 amounted to £1,567,702 (£1,431,638 in 2019). The allocation of the funds between unrestricted, restricted and endowment is shown in note 6 to the Financial Statements. The purposes of the reserves are explained under 'Reserves Policy' below.

The PCC has a wide spread of investments (in order to reduce risk) in equities, fixed interest and property, almost all of which are held in CBF Church of England Funds. At the 31 December 2020, these investments were valued at £1,096,441 (£1,042,154 in 2018). Liquid current assets amounted to £448,124 (£357,472 in 2018) comprising cash held in bank current and deposit accounts.

Reserves Policy

The PCC regularly reviews its future liabilities to understand whether it is retaining a suitable level of reserves. At 31 December 2020 total reserves were £1,567,702. Of this amount:

- £338,681 is a permanent endowment and therefore not available to meet any of the PCC's liabilities. Income from the endowment is available to meet unrestricted expenditure.
- £ 114,091 represents restricted reserves, which comprise several different funds set up to provide for items of expenditure specified by the donors, as set out in note 6.
- £ 1,114,930 represents unrestricted reserves.

It is PCC policy to try to maintain a balance on unrestricted funds which equates to at least 6 months unrestricted payments. This is equivalent to approximately £120,000, and is held to smooth out fluctuations in cash flow and to meet emergencies. This leaves £994,930 to cover future maintenance and renovation costs relating to our 8 churches.

St Mary's Kirkby Lonsdale is Grade 1 listed and all the other churches are Grade 2 listed. Looking at the Architect's Quinquennial Report for each of the eight churches, there are significant future maintenance requirements. There are major problems with the roof of St Mary's Kirkby Lonsdale, and recently the tower has had to be closed due to structural defects in the floors. As noted in the 2019 annual report, a new lighting system was to be installed in St Mary's in 2020 at a cost of around £30,000. This has not been possible with the disruption caused by the pandemic, but is still required at some stage. In addition to all the structural issues at St Mary's, there is an intention to embark on a major redevelopment of the church as part of the 'Big Vision' for all the church buildings and surroundings in Kirkby Lonsdale. This will require a substantial contribution from the PCC's reserves, in addition to grant funding, and work has commenced on the planning stage for this major project. Other churches will need extensive roof work and stonework repair and repointing over the next 5 to 20 years.

Plans for Future Periods

The PCC feels that the funds held to cover church building work, are sufficient to cover the liabilities identified in the Architect's Quinquennial Reports at the time they are needed.
During 2020 our normal regular income was significantly reduced due to our churches being closed for much of the time, and general restrictions on people's movements in response to the COVID 19 pandemic. At the time of this report, most activities are still subject to lockdown, but there is hope that some things will gradually return to normal in the coming months. Until that happens, income in our churches will continue to be under pressure. In 2020 a deficit on normal activities was transformed by a major inflow of funds from legacies, but we cannot expect this to happen every year. Even with a complete absence of legacies in 2021 the PCC has more than enough cash reserves to cover any deficit that might arise.

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

Structure, Governance and Management

The PCC is registered with the Charity Commission.

The PCC is governed by the Parochial Church Council Powers Measure (1956) as amended, and the Church Representation Rules, which set out the method of appointment of PCC members. The PCC membership consists of the incumbent (our rector), ordained clergy in the team, churchwardens, readers, parish representatives on the Deanery Synod, members elected by the individual church councils within the parish and co-opted members.

The PCC is responsible for the 8 churches in the Rainbow Parish. This includes ensuring compliance with church and state rules and regulations and overseeing the finance of the Parish. It sets policy on finance, health & safety and safeguarding. As many of the responsibilities as possible are delegated to the Churchwardens and the District Church Councils (DCCs) who manage the individual churches.

Trustees Training

The Trustees bring knowledge and experience from many areas, and little general training is considered necessary. There are some specific areas where training is important and accordingly we provide all trustees with training on Safeguarding. In other areas, particular trustees keep themselves up to date, for example with church financial practice, health and safety and GDPR.

Trustees

Team Rector:	Reverend R Snow	
Team Vicar	Reverend W Thornton	
Team Vicar	Reverend A Pettifor	
Deacon	Reverend S O'Loughlin	
Licensed Readers:	Mrs L Dew	Mr A Cox
Churchwardens:	Mrs G Lewis Mrs A Foulerton Mr A Mason Mr C Howarth Mr S Evans	Mrs M Lambert Mrs M Venys Mrs W Hadwin Mrs S Sanderson
Representatives on the Deanery Synod:	Mrs O Clarke Mr C Howarth	Mrs A Foulerton Mrs J Fry
Elected Members:	Mr A Oakden Mrs M Blanchard Mrs A Dehany Mrs P Hall	Mrs L Neal Mrs G Sykes Mrs S Thornber Mr N Hall
Co-opted Member:	Mr M Hibbs, Vice Chairman	

Secretary: Mrs V Hazlett Treasurer: Mr R N Cass

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL
TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

Trustees responsibilities

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

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

On behalf of the PCC

Richard Snow

Rev Richard Snow
Rector

Date: 8th April 2021

KIRKBY LONSDALE PAROCHIAL CHURCH COUNCIL

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

Independent Examiner's Report to the Trustees of Kirkby Lonsdale 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 9 to 17.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

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

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

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

I Clark

Ian Clark FCCA Date: 20/04/2021

MHA Moore and Smalley
Chartered Accountants
Kendal House
Murley Moss Business Village
Kendal
LA9 7RL

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED
31 DECEMBER 2020

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	TOTAL FUNDS 2020 £	2019 £
INCOME						
Tax efficient planned giving		55,692	4,130	-	59,822	63,262
Other Planned Giving		1,500	-	-	1,500	550
Collections at services		5,331	363	-	5,694	22,503
All other giving and voluntary income		17,425	3,254	-	20,679	47,775
Gift aid tax recoverable		15,958	1,058	-	17,016	21,589
Legacies received		132,066	5,000	-	137,066	35,000
Grants received		2,920	25,007	-	27,927	23,939
Statutory Fees (weddings, funerals, etc.)		5,868	-	-	5,868	13,328
Magazines, bookstall and sundry sales		10,230	-	-	10,230	11,620
Fundraising events		819	-	-	819	17,095
Dividends and Interest		39,694	-	-	39,694	44,074
Other income		53	-	-	53	3
TOTAL		287,556	38,812	-	326,368	300,738
EXPENDITURE						
Fundraising Costs		307	-	-	307	2,005
Donations to charities		5,411	363	-	5,774	10,803
Diocesan Parish Share contribution		96,388	-	-	96,388	92,713
Salaries / honoraria	2	12,362	32,813	-	45,175	45,494
Expenses (of clergy, pastoral staff, etc.)		4,464	2,385	-	6,849	10,435
Mission and Evangelism		149	-	-	149	704
Church running expenses		31,985	18,287	-	50,272	57,076
Church utility costs		13,699	-	-	13,699	13,968
Magazine Printing Expenses		10,661	-	-	10,661	9,850
Major Repairs to churches		-	3,417	-	3,417	17,519
New building work		1,900	-	-	1,900	-
TOTAL		177,326	57,265	-	234,591	260,567
NET GAINS/(LOSSES) ON INVESTMENTS		50,151	-	(5,864)	44,287	82,607
NET INCOME/(EXPENDITURE)		**160,381**	**(18,453)**	**(5,864)**	**136,064**	**122,778**
TRANSFERS BETWEEN FUNDS		(15,000)	15,000	-	-	-
NET MOVEMENT IN FUNDS		**145,381**	**(3,453)**	**(5,864)**	**136,064**	**122,778**
RECONCILIATION OF FUNDS:						
Total funds brought forward		969,549	117,544	344,545	1,431,638	1,308,860
Total funds carried forward	5 & 6	**1,114,930**	**114,091**	**338,681**	**1,567,702**	**1,431,638**

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Note	2020 £	2019 £
FIXED ASSETS			
Investments	4	1,096,441	1,042,154
		1,096,441	1,042,154
CURRENT ASSETS			
Debtors	7	36,458	40,398
Cash at Bank and in Hand		448,124	357,472
		484,582	397,870
LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR	8	(13,321)	(8,386)
NET CURRENT ASSETS		471,261	389,484
NET ASSETS		**1,567,702**	**1,431,638**
FUNDS			
Unrestricted		1,114,930	969,549
Restricted		114,091	117,544
Endowment		338,681	344,545
	5 & 6	**1,567,702**	**1,431,638**

Approved by the Parochial Church Council

Richard Snow

Rev Richard Snow
Rector

Date: 8th April 2021

The notes on pages 11 to 17 form part of these accounts

KIRKBY LONSDALE
PAROCHIAL CHURCH COUNCIL

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED
31 DECEMBER 2020

	2020 £	2019 £
Reconciliation of net income/(expenditure) to net cash flow from operating activities:		
Net income for the year	136,064	122,778
Deduct interest income shown in investing activities	(39,694)	(44,074)
Deduct gains/add back losses on investments	(44,287)	(82,607)
(Increase)/ decrease in debtors	3,940	13,205
Increase/ (decrease) in creditors	4,935	195
Net cash flow from operating activities	60,958	9,497
Cash Flows from Investing Activities:		
Payments to acquire investments	(10,000)	
Receipts from sales of investments		15,000
Interest received	39,694	44,074
Cash provided by (used in) Investing Activities	29,694	59,074
Cash Flows from Financing Activities:		
Repayment of borrowing	-	-
Cash used in Financing Activities	-	-
Increase (decrease) in cash in the year	90,652	68,571
Cash at the beginning of the year	357,472	288,901
Total Cash at the end of the year	448,124	357,472
Relating to:		
Cash at bank and in hand	448,124	357,472
Bank overdrafts included in creditors payable within one year	-	-

1. ACCOUNTING POLICIES

(a) Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. 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 UK and Republic of Ireland (FRS102) and the Charities Act 2011.

Kirkby Lonsdale Parochial Church Council meets the definition of a public entity under FRS 102.

The financial statements have been prepared under the historical cost convention as modified by the adoption of market value for investments.

The financial statements are a consolidation of the individual financial statements for the 8 churches within the Ecclesiastical Parish and the central income and expenditure for the Parochial Church Council (PCC).

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

(b) Income

Planned Giving

Planned giving receivable under Gift Aid is recognised only when received.
Income tax recoverable on Gift Aid donations is recognised when the donation receipt is recognised.

Income from investments

Dividends and interest entitlements are accounted for when received.

Income from legacies

Legacies are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and the settlement date.

Income from endowments

Endowment funds have to be retained as capital funds, but the income is credited to the unrestricted reserves related to the relevant church.

(c) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Diocesan Parish Share

The PCC's contribution to the Diocesan Parish Share comprises the total offers made by the 8 member churches in the Ecclesiastical Parish. The Parish Share is accounted for when paid. Any amount offered but unpaid at 31st December is shown as a note to the accounts, unless the PCC has authorised payment to be made after the year end and therefore to be shown as a creditor in the Balance sheet.

(d) Investments

Investments are valued at market value on 31 December.

1. ACCOUNTING POLICIES (continued)

(e) Debtors

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

(f) Cash at bank and in hand

Short-term deposits include cash held on deposit with the CBF Church of England Deposit Fund, the COIF Charities Deposit Fund and at the bank. Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(g) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

(h) Investment gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the market value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

2 STAFF EXPENSES

	2020 £	2019 £
Wages and salaries	45,175	45,494

During the year there were 5 employees, 4 of whom work part time (2019: 7,6).

There were no employees receiving more than £60,000 in the year (2019: Nil).

During the year no trustees received remuneration (2018 - Nil)

3 TRUSTEE EXPENSES

During the year, 6 Trustees (2019: 5) were reimbursed for expenses which totalled £7,502 (2019: £5,280). These expenses were for church service necessities, travel, postage and office supplies.

4 INVESTMENTS

	2020 £	2019 £
CBF Investment Fund	1,061,860	1,019,336
COIF Investment Fund	34,581	22,818
Value as at 31 December	1,096,441	1,042,154
Movements in the year:		
Market value 1 January	1,042,154	974,547
Purchases less (Disposals)	10,000	(15,000)
Income reinvested	-	-
Net (loss)/gain during year	44,287	82,607
Market value 31 December	1,096,441	1,042,154

5 ANALYSIS OF NET ASSETS BY FUND

	Unrestricted Fund £	Restricted Fund £	Endowment Fund £	Total £
Investments	757,760	-	338,681	1,096,441
Current Assets	370,491	114,091	-	484,582
Current Liabilities	(13,321)	-	-	(13,321)
Fund Balance	1,114,930	114,091	338,681	1,567,702

	Unrestricted Fund £	Restricted Fund £	Endowment Fund £	2019 Total £
Investments	697,609	-	344,545	1,042,154
Current Assets	280,326	117,544		397,870
Current Liabilities	(8,386)	-		(8,386)
Fund Balance	969,549	117,544	344,545	1,431,638

6 ANALYSIS OF FUNDS

	Balance 1.1.20	Income	Expenditure	Transfers	Gains and Losses	Balance 31.12.20
	£	£	£	£	£	£
Total Unrestricted funds	**969,549**	**287,556**	**(177,326)**	**(15,000)**	**50,151**	**1,114,930**
Restricted funds						
(a) Church buildings and churchyards	50,154	12,494	(18,836)	-	-	43,812
(b) Music in Kirkby Lonsdale church	4,670	-	(1,722)	-	-	2,948
(c) Donations received for charities	-	363	(363)	-	-	-
(d) Family Project	46,782	24,178	(33,583)	15,000	-	52,377
(e) Friends of St Mary's	14,013	1,684	(1,499)	-	-	14,198
Small funds £2,000 or less	1,925	93	(1,262)	-	-	756
Total Restricted funds	**117,544**	**38,812**	**(57,265)**	**15,000**	**-**	**114,091**
Permanent Endowment Fund						
(f) Hutton Roof church	344,545	-	-	-	(5,864)	338,681
Total Funds	**1,431,638**	**326,368**	**(234,591)**	**-**	**44,287**	**1,567,702**

Notes on restricted funds

(a) The restricted funds for church buildings and churchyards relate to donations and bequests for maintenance and renovation work on specified churches.

(b) Music in Kirkby Lonsdale is a fund established from a gift of £20,000 from Mary Wishart-Hodgson in memory of her late husband, James Wishart-Hodgson, who was organist and choirmaster at St Mary's Church, Kirkby Lonsdale. The fund is to be used for the maintenance of the organ and music in St Mary's church.

(c) Donations received for charities relate to collections at weddings, funerals and special services.

(d) The Family Project is a joint initiative with the Methodist Church to help the children and families in our communities discover more of God and God's purpose for their lives. The PCC transfers annually £15,000 from unrestricted funds to the family project. Other sources of income are the Methoist Church, the Carlisle Diocese and donations from individuals. All project expenditure, including a full time project leader, is charged to this fund.

(e) The Friends of St Mary's Fund is held on behalf of the Friends of St Mary's, an independent fund raising organisation. Income from fundraising is credited to the fund, and expenditure on the church, agreed between the church and the 'Friends', is charged to the fund.

(f) The permanent endowment fund for Hutton Roof church was established with a legacy from the late Mary Staveley in 2008, amounting to £251,357. Income from the invested endowment is unrestricted.

6 ANALYSIS OF FUNDS PRIOR YEAR

	Balance 1.1.19	Income	Expenditure	Transfers	Gains and Losses	Balance 31.12.19
	£	£	£	£	£	£
Total Unrestricted funds	**868,617**	**243,330**	**(183,126)**	**(14,507)**	**55,235**	**969,549**
Restricted funds						
(a) Church buildings and churchyards	55,903	24,054	(29,803)	-	-	50,154
(b) Music in Kirkby Lonsdale church	6,845	-	(2,175)	-	-	4,670
(c) Donations received for charities	-	5,863	(5,863)	-	-	-
(d) Family Project	47,513	19,781	(35,512)	15,000	-	46,782
(e) Friends of St Mary's	11,559	6,542	(4,088)	-	-	14,013
Small funds £2,000 or less	1,250	1,168	-	(493)	-	1,925
Total Restricted funds	**123,070**	**57,408**	**(77,441)**	**14,507**	**-**	**117,544**
Permanent Endowment Fund						
(f) Hutton Roof church	317,173	-	-	-	27,372	344,545
Total Funds	**1,308,860**	**300,738**	**(260,567)**	**-**	**82,607**	**1,431,638**

Notes

(a) The restricted funds for church buildings and churchyards relate to donations and bequests for maintenance and renovation work on specified churches.

(b) Music in Kirkby Lonsdale is a fund established from a gift of £20,000 from Mary Wishart-Hodgson in memory of her late husband, James Wishart-Hodgson, who was organist and choirmaster at St Mary's Church, Kirkby Lonsdale. The fund is to be used for the maintenance of the organ and music in St Mary's church.

(c) Donations received for charities relate to collections at weddings, funerals and special services.

(d) The Family Project is a joint initiative with the Methodist Church to help the children and families in our communities discover more of God and God's purpose for their lives. The PCC transfers annually £15,000 from unrestricted funds to the family project. Other sources of income are the Methoist Church, the Carlisle Diocese and donations from individuals. All project expenditure, including a full time project leader, is charged to this fund.

(e) The Friends of St Mary's Fund is held on behalf of the Friends of St Mary's, an independent fund raising organisation. Income from fundraising is credited to the fund, and expenditure on the church, agreed between the church and the 'Friends', is charged to the fund.

(f) The permanent endowment fund for Hutton Roof church was established with a legacy from the late Mary Staveley in 2008, amounting to £251,357. Income from the invested endowment is unrestricted.

7 DEBTORS

	2020	2019
	£	£
Income Tax recoverable	23,747	31,585
Other Debtors	12,711	8,813
	36,458	40,398

8 LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Creditors and Accruals	13,321	8,386
	13,321	8,386

9 CONNECTED CHARITY

The PCC manages the residual funds of the Alexander Pearson Memorial Trust. This trust was established for the upkeep of the Brow, Kirkby Lonsdale, a public footpath over Town Council land adjacent to the glebe land in the PCC's ownership.
The value of the fund at 31 December 2020 was £2,352.

10 COMPOSITION OF TEAM MINISTRY

The member churches throughout the year to 31 December 2020 were Barbon, Casterton, Hutton Roof, Lupton, Kirkby Lonsdale, Mansergh, Middleton and Preston Patrick.

11 CONTROL

There is no single controlling party of this charity in the current or previous year.

12 TAX

As a Charity, Kirkby Lonsdale Parochial Church Council is exempt from tax on income and gains falling within sections 472-474 of the Corporation tax Act 2010, sections 478-489 of the Corporation Tax Act 2010, or section 256 of the of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.