

Charity registration number: 1132139

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Annual Report and Financial Statements

for the Year Ended 31 December 2022

**Field Sullivan Limited
9 Hare & Billet Road
Blackheath
SE3 0RB**

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

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The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Reference and Administrative Details

Trustees	Reverend Timothy Goode Simon Blackburn Stephen Braham Reverend Joan Burkitt-Gray Joanne Woodall Mbessan Sarr David Knight Bianca Johnson Nakessa Morgan Reverend Daniel Walker Duncan Atkinson Robin Quinnell Wyn Kirkman Almut Belmain Lesley Palgrave Tamsin Griem Fran Browne Bill Bishop Marion Scott Cathy Wardle
Charity Registration Number	1132139
Principal Office	St Margaret's Visitor's Centre Brandram Road Lee SE13 5EA
Independent Examiner	Field Sullivan Limited 9 Hare & Billet Road Blackheath SE3 0RB

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Reference and Administrative Details (continued)

Bankers

Barclays Bank UK PLC
1 Churchill Place
London
E14 5HP

Lloyds Bank Plc
Blackheath London
25 Gresham Street
London
EC2V 7HN

Cambridge & Counties Bank
Charnwood Court
5B New Walk
Leicester
LE1 6TE

CCLA Fund Managers
Senator House
85 Queen Victoria Street
London
EC4V 4ET

Flagstone
1st Floor
Clareville House
26-27 Oxendon Street
London
SW1Y 4EL

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Trustees' Report

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

Administrative information

The church of St Margaret of Antioch, Lee is part of the Diocese of Southwark within the Church of England. The correspondence address is: The Visitor's Centre, Brandram Road, London, SE13 5EA.

PCC members who served since 1 January 2022 until the date this report was approved are shown on page 1.

Structure, governance and management

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

Objectives and Activities

The PCC met on six occasions during the year: 25 January; 21 March; 24 May; 19 July; 27 September; 29 November.

Committees met between meetings and reports of their activities were considered and discussed by the PCC where necessary.

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Communicants										
Easter	134	160	137	132	131	155	159	N/A*	83	97
Christmas	197	179	169	166	111	181	145	99	95	123
Total for the year	4,097	3,751	3,798	3,601	3,053	3,647	3,098	N/A	N/A*	
Baptisms	5	11	15	19	11	7	16	1	10	12
Received into communion	8	3	-	-	-	-	-	-	-	-
Confirmations	5	-	3	9	-	-	6	-	-	9
Weddings	3	7	3	4	4	1	1	1	2	2
Electoral rolls	150	141	152	128	108	109	108	108	108	103

*Covid impacted ability to provide accurate data across on-site and online services.

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Trustees' Report (continued)

Outward Giving

Donations were received during the year for the following:

999 Club	£382.50	Christmas & Carol services
International needs	£382.50	Christmas & Carol services
The Children's Society	£262.10	Christingle Service & donation bucket at back of church
Ukraine Humanitarian DEC	£811	Palm Sunday service
Make Lunch	£220	Various events
Pakistan Flood Appeal DEC	£115	Harvest Festival service

Food was collected throughout the year and particularly at Harvest for distribution via LewCAS (Lewisham Churches for Asylum Seekers).

Review of the Year 2022

The Church continues to be a vibrant worshipping community which has seen growth in 2022, particularly in the number of families with young children joining Sunday services. A regular pattern of Sunday services at 8am, 10.30am and 6pm took place in church. Our 10.30am and 6pm services and Iona prayer group were also streamed online for congregation members who preferred to participate in this way. Online weekday Morning Prayer continued and a weekly Tuesday morning 10.30am Eucharist was introduced and has been popular with a dedicated number of congregants. A weekly Eucharist service at the two residential care homes in the parish, Leah Lodge and Rectory Court took place. Bible study courses have continued both in person and online and have included a Lent course called "Moments of Crisis in Scripture" and an Advent course on the topic of the incarnation.

A Missional and Strategic Plan was presented at the 2022 APCM following PCC consultation and approval. The plan set out a number of priority areas for further investigation to ensure that the missional capacity of the church as our primary asset is being realised, whilst at the same time also ensuring that The Kingswood Halls continues to bring in a healthy income from our hirers. To achieve this, we plan to financially invest in our church building to ensure that it is both suitably equipped, physically adaptable and aesthetically pleasing for congregational worship, daily visitors, events, meetings, conferences, retreats, concerts, theatrical and operatic performances.

During 2022, the PCC approved upgrade projects for Church AV and floodlighting, repairs to the church lighting and fire alarm systems were carried out and a reordering of the crypt spaces was undertaken to increase capacity and variety of spaces for hire and church use. The PCC were awarded local council funding for a natural play area in the churchyard following a successful application from a team led by church volunteers. Both this and another funded project in collaboration with Lewisham Council to restore ten Grade 1 listed memorials in the old churchyard, are underway. The church underwent a Quinquennial Inspection which will inform a second phase of repairs to the fabric of the building, including redecoration following historic subsidence.

We were delighted to host a number of events during 2022. Third party bookings and events included the concert series for a number of local choirs and ensembles, The Early Music Festival, a film showing for the Liberty Festival, funded by Lewisham Council and the crypt became a polling station for the May elections. Enquiries for bookings at the Kingswood Halls increased during 2022 and we have been able to secure a small number of new regular hirers.

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Trustees' Report (continued)

The choir continued to thrive and support the worshipping life of the Church. The junior and adult choir met weekly for rehearsals. At the end of 2022 the junior choir had 14 singers, with four members receiving their surplices on St Margaret's Day. Musical highlights included the choir singing Evensong at Peterborough Cathedral in February, and Chelmsford Cathedral in May, a performance on Palm Sunday of Schubert's Stabat Mater and Mozart's Requiem with orchestra and performances at Confirmation and Remembrance Day services. We had 4 scholars to start the year and finished with 2 at year end. The choir continued to be augmented and supported for larger services and trips by a further regular team of singers, organists and accompanists, whose support is greatly valued.

A variety of children's activities were offered including Children's Church, Crèche and monthly all-age and 9am family services in order to cater for the younger members of our community and their families. Rucksack Music, who meet in the Crypt on Friday's, continued as a popular group for babies and pre-school aged children and their families. St Margaret's Toddler group at the Kingswood Halls, which restarted in Autumn 2021 following COVID lockdowns, went from strength to strength in 2022. The playgroup now attracts a regular group of families to their Monday and Wednesday term-time meetings and continues to grow and welcome new families.

Our long-established Darby and Joan club also continued to meet on Tuesday afternoons, providing a place for support and companionship. The club, now smaller in number than when it was first established 65 years ago, moved from the Halls to the Crypt in the Autumn of 2022 and continues to welcome new members of retirement age. Highlights of the year included outings to Ruxley Garden Centre and lunch at The Clarendon Hotel in Blackheath, the first outings since COVID restrictions started in 2020.

Outreach remains an important part of Church life. We have continued to work in the community with our Dacre Dig Garden Project, led by professional gardeners. The Dacre Dig meets twice a month on alternate Fridays and Saturdays. In 2022 the group painted the fence and commissioned a hand painted sign for the garden, improved the access to the garden and planted two further areas up by the main hall as well as growing flowers for Mother's Day and produce including chard, potatoes, tomatoes and beetroot for the local community. We continue to consider further plans for the Garden Project which include implementing insect and wildflower plots to complement our commitment to environment protection and our Eco-Church awards (already silver and gold.) Tea for Free on Monday mornings have continued to provide a much-needed space for people to meet socially in a relaxed and welcoming setting as well as a warm space during the cost-of-living crisis.

The PCC and congregation continue to support school-led initiatives for vulnerable children and families from St Margaret's School, including holiday food vouchers and a food hub. The very successful Let's Make Lunch events, organised and supported by a dedicated team of volunteers, were held on 5 occasions at the Kingswood Halls in 2022. The church community continued to support local refugees both via church-led initiatives and via donations to LewCAS food bank. We continue to work with local councillors to understand the emerging needs of our local community, which in turn will inform the direction of future outreach projects.

The PCC employs an Operations Manager, Treasurer, Parish Administrator and Halls Cleaner plus ad-hoc caretaking and event support for occasional bookings.

St Margaret's remains a vibrant church community with an ongoing vision and commitment to engagement with all the local community.

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Trustees' Report (continued)

Financial Review

Overall, our ordinary income and expenditure for 2022 was better than expected. We had forecast a £47k loss excluding quinquennial works, but broke even with a £29k surplus excluding quinquennial works (£13k loss with quinquennial works). We have improved our income when compared to pre-Covid numbers but the overall economic effects such as rising utilities bills and ad-hoc repairs are a continued burden on our expenses. The continued generosity of our parish has allowed us to maintain our reserves and cover our expenses.

In 2022 our total income amounted to £341k. This is 53% of 2021 (£648k) income, mainly due to the 3 large legacies received in 2021 totalling £418k. Our usual two main sources of income came from voluntary contributions and rental activities. In 2022, rental activities from our various church buildings and Telecoms hire accounted for 48% (£160k). Voluntary contributions accounted for 24% (£82k) and were given by members of the congregation either through regular giving by our usual methods of standing order, the church plate on Sundays (now also online) or special collections and appeals. In August 2021 we implemented a diocese giving initiative called 'Parish Giving Scheme' which allows our congregation to donate by regular direct debit payments and the option to opt into a yearly inflationary increase. This also allows for claiming of gift aid in a timely manner and maintains the value of giving each year. Our vision is to have a majority of our regular giving income move to this method and we continually provide sign-up information to our parishioners to achieve this. There was also a final receipt from a 2021 legacy donation which accounted for 10% (£34k). The remaining 20% (£63k) was from grants, tax rebates, gift aid and interest receipts.

In 2022 total expenditure amounted to £350k. Which is 23% less than 2021 (£452k). This is mainly due to the large-scale building works which took place in 2021. We were also able to claim a refund of 10 years worth of business rate charges amounting to £21k after costs. The largest item of expenditure was 28% (£98k) on our parish pledge. We do not receive any funding from the Diocese of Southwark, and it is through the generosity of prosperous parishes like ours that allows the Diocese to continue supporting other parishes and causes locally, nationally and globally. It also contributes towards the cost of clergy (stipend, training, pension and housing). Staffing costs attributed to 26% (£92k inc. National insurance and Pension contributions, £14.5k of which was covered by a government grant). 15% (£54k) was for running the church building excluding business rates, 7% (£23k) on general hall running expenses and the remaining 24% (£84k) on other costs including £42k remaining spend on 2021 building works, insurance, office expenses and scholarships etc.

Reserves policy and going concern

Reserves are needed to bridge the gap between the spending and receiving of income and to cover unplanned emergency repairs and other expenditure.

Due to the uncertainty of the pandemic, it was agreed in 2020 that the majority of reserves be maintained as general funds to ensure we were able to fulfil our commitments and ongoing mission of the church. We will maintain this stance and will restrict funds as and when required. A number of projects are up for review by the PCC in 2023, and funds will be restricted accordingly.

The maintenance and development of a grade II* listed building is a significant undertaking and the trustees have designated funds accordingly over recent years. A stone works project began in 2021 and was completed in 2022. A new building fund value will be agreed by the PCC once the next set of works have been identified and prioritised as per the latest quinquennial report.

The trustees have reviewed the circumstances of the charity and consider that adequate resources will be able to cover the charity's requirements for working capital and capital expenditure for at least the next twelve months. They are not aware of any other factors which could put into jeopardy the charity's going concern status during or beyond this period.

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Trustees' Report (continued)

Risk review

The PCC members have reviewed the financial and other risks facing the church. They have ensured that when risks are identified, necessary steps are taken to mitigate those risks.

Economic Assessment and 2023 Review

Although all service and site offerings have been returned to enhanced levels, it cannot be ignored that there is still a percentage of our community that continues to be affected by Covid, and those that are vulnerable to it. Our 2023 budget has been put together to reflect an on-going growth in our activities for 2023, with an overall deficit of £36k (excluding any designated building works). This also accounts for the on-going affects the Ukraine war is having on utility providers and the transference of excessive bills onto consumers. With total equity of £731k held at 31 December 2022, we see no concerns with the going concern status of the church at this present time.

Statement of Trustees' Responsibilities

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

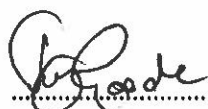
The law applicable to charities requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial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

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

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

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

The annual report was approved by the trustees of the charity on 13 April 2023 and signed on its behalf by:


.....
Reverend Timothy Goode
Trustee

13.04.2023

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Independent Examiner's Report to the trustees of The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet and related notes.

This report is made solely to the charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the charity trustees of The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee 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 The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the financial statements. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently I express no opinion as to whether the financial statements present a 'true and fair' view and my report is limited to those specific matters set out in the independent examiner's statement.

Independent examiner's statement

Since The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, 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 Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

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

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

**Independent Examiner's Report to the trustees of The Parochial Church Council of the
Ecclesiastical Parish of St. Margaret of Antioch, Lee (continued)**

.....

Kirsty Nicholls FCCA
Field Sullivan Limited
9 Hare & Billet Road
Blackheath
SE3 ORB

Date:.....26/4/23.....

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Statement of Financial Activities for the Year Ended 31 December 2022

	Note	Unrestricted £	Restricted £	Total 2022 £	Unrestricted £	Restricted £	Total 2021 £
Income and Endowments from:							
Donations and legacies	3	147,145	15,940	163,085	524,636	10,519	535,155
Charitable activities	4	137,838	-	137,838	80,564	-	80,564
Other trading activities		31,303	-	31,303	24,861	-	24,861
Investment income	6	8,298	930	9,228	6,834	883	7,717
Total income		324,584	16,870	341,454	636,895	11,402	648,297
Expenditure on:							
Raising funds		(8,567)	-	(8,567)	(3,231)	-	(3,231)
Charitable activities	8	(322,278)	(19,440)	(341,718)	(436,530)	(12,498)	(449,028)
Total expenditure		(330,845)	(19,440)	(350,285)	(439,761)	(12,498)	(452,259)
Gains/losses on investment assets		-	(4,047)	(4,047)	-	4,341	4,341
Net movement in funds		(6,261)	(6,617)	(12,878)	197,134	3,245	200,379
Reconciliation of funds							
Total funds brought forward		681,182	55,030	736,212	484,048	51,785	535,833
Total funds carried forward	19	674,921	48,413	723,334	681,182	55,030	736,212

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

The funds breakdown for 2021 is shown in note 19.

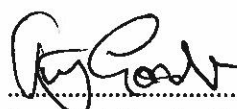
The notes on pages 12 to 26 form an integral part of these financial statements.

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

**(Registration number: 1132139)
Balance Sheet as at 31 December 2022**

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	5,130	868
Investments	14	<u>30,763</u>	<u>34,810</u>
		<u>35,893</u>	<u>35,678</u>
Current assets			
Debtors	15	82,441	195,633
Cash at bank and in hand	16	<u>633,385</u>	<u>595,756</u>
		715,826	791,389
Creditors: Amounts falling due within one year	17	<u>(28,385)</u>	<u>(90,855)</u>
Net current assets		<u>687,441</u>	<u>700,534</u>
Net assets		<u>723,334</u>	<u>736,212</u>
Funds of the charity:			
Restricted		<u>48,413</u>	<u>55,030</u>
Unrestricted income funds			
Designated funds		8,250	881
General funds		<u>666,671</u>	<u>680,301</u>
Total unrestricted		<u>674,921</u>	<u>681,182</u>
Total funds	19	<u>723,334</u>	<u>736,212</u>

The financial statements on pages 10 to 26 were approved by the trustees, and authorised for issue on 13 April 2023 and signed on their behalf by:


.....
Reverend Timothy Goode
Trustee

13.04.2023

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

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

1 Charity status

The charity is domiciled in England and Wales.

The address of its registered office is:

St Margaret's Visitor's Centre
SE13 5EA

2 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102) - Second edition October 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

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

Going concern

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

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 amount 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. Revisions to accounting estimates are recognised in the periods in which the estimate is revised where revisions affects only that period, or in the period of the revision and future periods where the revisions affects both current and future periods.

Income and endowments

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

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

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

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

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

Support costs

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

Taxation

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

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Tangible fixed assets

Consecrated property which is the church building and moveable church furnishings are excluded from the accounts by virtue of s. 10 Charities Act 2011. All expenditure incurred during the year on consecrated or benefice building and moveable church furnishings, whether maintenance or improvement, is written off.

Apart from the above, the PCC has stewardship over certain properties and other assets of material value. This includes, but is not restricted to, the Kingswood Halls and the Visitor's Centre. The PCC has exercised its option under the Charities SORP not to reflect the value of these assets as fixed assets in the balance sheet as it is considered that significant costs would be involved which would be onerous compared with the additional benefit derived by the users of the accounts in assessing the PCC's stewardship of the assets.

Depreciation and amortisation

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

Asset class	Depreciation method and rate
Office equipment	25% straight line
Furniture and fittings	25% straight line

Fixed asset investments

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

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

Trade debtors

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

Cash and cash equivalents

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

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Trade creditors

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

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

Borrowings

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

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

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

Fund structure

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

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

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

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

3 Income from donations and legacies

	Unrestricted		Total 2022	Total 2021
	General £	Restricted £	£	£
Donations and legacies;				
Donations from individuals	7,774	266	8,040	13,271
Legacies	34,755	-	34,755	418,000
Gift aid reclaimed	18,578	-	18,578	15,268
Grants, including capital grants;				
Listed Places of Worship	9,298	-	9,298	34,723
The Diocese of Southwark	1,400	-	1,400	-
The Merchant Taylors' Foundation	1,000	-	1,000	-
Department for Work and Pensions	-	15,674	15,674	-
Financial stewardship	74,340	-	74,340	53,893
	<u>147,145</u>	<u>15,940</u>	<u>163,085</u>	<u>535,155</u>

4 Income from charitable activities

	Unrestricted	Total 2022	Total 2021
	General £	£	£
Rental income	117,202	117,202	64,822
Other income	20,636	20,636	15,742
	<u>137,838</u>	<u>137,838</u>	<u>80,564</u>

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

5 Income from other trading activities

	Unrestricted	Total	Total
	General	2022	2021
	£	£	£
Events income;			
Other events income	8,497	8,497	5,148
Telecommunications Mast	14,806	14,806	14,300
Car park	8,000	8,000	5,413
	<u>31,303</u>	<u>31,303</u>	<u>24,861</u>

6 Investment income

	Unrestricted		Total	Total
	General	Restricted	2022	2021
	£	£	£	£
Interest receivable and similar income;				
Interest receivable on bank deposits	8,298	-	8,298	6,834
Income from unlisted investments	-	930	930	883
	<u>8,298</u>	<u>930</u>	<u>9,228</u>	<u>7,717</u>

7 Expenditure on raising funds

a) Costs of generating donations and legacies

	Unrestricted	Total	Total
	General	2022	2021
	£	£	£
Note			
Concerts, events and fundraising activities cost	<u>8,567</u>	<u>8,567</u>	<u>3,231</u>

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

8 Expenditure on charitable activities

	Note	Total 2022 £	Total 2021 £
Diocesan Parish Support		98,000	90,000
Interregnum fees		986	161
Church running expenses		34,248	36,887
Director of music and organists		2,240	1,995
Choir and music		281	484
Organ expenses		5,994	5,360
Community Garden Project		4,798	4,459
Church maintenance		77,539	191,324
Appeals		4,624	6,142
Staff costs	11	91,952	70,838
Support costs	9	21,056	41,378
		341,718	449,028

9 Analysis of support costs

Support costs

	Total 2022 £	Total 2021 £
Hall running expenses	22,800	11,269
Car park rates	(18,716)	3,152
Website and IT equipment	3,816	1,395
Telephone and fax	1,391	1,350
Clergy expenses	533	277
Printing, postage and stationery	3,559	2,392
Sundries	1,114	1,150
Independent examination	2,592	2,358
Legal and professional	1,380	17,580
Bank charges	781	166
Depreciation	1,806	289
	21,056	41,378

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

10 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

Duncan Atkinson

Duncan Atkinson received remuneration of £6,120 (2021: £6,120) during the year.

Duncan Atkinson is the Director of Music, as well as a trustee, and he was paid the above for provision of music.

Nakessa Morgan

Nakessa Morgan received remuneration of £8,200 (2021: £7,460) during the year.

Nakessa Morgan is the Finance Officer, as well as a trustee. She was paid the above for her Finance Officer position.

Stephen Braham

Stephen Braham received remuneration of £6,914 (2021: £Nil) during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

11 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	86,446	64,524
Social security costs	-	801
Pension costs	5,506	5,513
	<u>91,952</u>	<u>70,838</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
Charitable activities	<u>8</u>	<u>5</u>

5 (2021 - 4) of the above employees participated in the Defined Contribution Pension Schemes.

No employee received emoluments of more than £60,000 during the year

12 Taxation

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

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

13 Tangible fixed assets

	Furniture and equipment £	Total £
Cost		
At 1 January 2022	1,157	1,157
Additions	<u>6,068</u>	<u>6,068</u>
At 31 December 2022	<u>7,225</u>	<u>7,225</u>
Depreciation		
At 1 January 2022	289	289
Charge for the year	<u>1,806</u>	<u>1,806</u>
At 31 December 2022	<u>2,095</u>	<u>2,095</u>
Net book value		
At 31 December 2022	<u>5,130</u>	<u>5,130</u>
At 31 December 2021	<u>868</u>	<u>868</u>

14 Fixed asset investments

	2022 £	2021 £
Other unlisted investments	<u>30,763</u>	<u>34,810</u>

Other investments

	Unlisted investments £	Total £
Cost or Valuation		
At 1 January 2022	34,810	34,810
Revaluation	<u>(4,047)</u>	<u>(4,047)</u>
At 31 December 2022	<u>30,763</u>	<u>30,763</u>
Net book value		
At 31 December 2022	<u>30,763</u>	<u>30,763</u>
At 31 December 2021	<u>34,810</u>	<u>34,810</u>

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

15 Debtors

	2022	2021
	£	£
Trade debtors	9,122	10,058
Prepayments	3,622	4,756
Accrued income	11,789	102,360
Other debtors	57,908	78,459
	<u>82,441</u>	<u>195,633</u>

16 Cash and cash equivalents

	2022	2021
	£	£
Cash on hand	74	100
Cash at bank	<u>633,311</u>	<u>595,656</u>
	<u>633,385</u>	<u>595,756</u>

17 Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	4,112	78,687
Other taxation and social security	2,195	604
Other creditors	4,941	7,621
Accruals	<u>17,137</u>	<u>3,943</u>
	<u>28,385</u>	<u>90,855</u>

18 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £5,506 (2021 - £5,513).

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

19 Funds

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2022 £
Current period						
Unrestricted						
<i>General</i>						
General Funds	680,301	324,584	(329,964)	(8,250)	-	666,671
<i>Designated</i>						
St Margarets Building Fund	881	-	(881)	-	-	-
School Outreach	-	-	-	8,250	-	8,250
	881	-	(881)	8,250	-	8,250
Total unrestricted	681,182	324,584	(330,845)	-	-	674,921
Restricted						
Brandram Prize Fund	5,011	-	-	-	(60)	4,951
Fabric Fund - North West Porch	7,617	-	-	-	-	7,617
Kingswood Halls Fund	24,033	930	-	-	(3,987)	20,976
Music Fund	8,510	-	(510)	-	-	8,000
St Margarets Building Fund	3,256	-	(3,256)	-	-	-
ESOL Classes	4,269	-	-	-	-	4,269
Syrian Refugees Fund	1,045	-	-	-	-	1,045
Other outreach activities	1,289	266	-	-	-	1,555

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2022 £
Current period						
Kickstart Scheme	-	15,674	(15,674)	-	-	-
	55,030	16,870	(19,440)	-	(4,047)	48,413
Total funds	736,212	341,454	(350,285)	-	(4,047)	723,334

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Previous period

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2021 £
Unrestricted					
<i>General</i>					
General Funds	278,952	636,895	(235,546)	-	680,301
<i>Designated</i>					
St Margaret's Building Fund	205,096	-	(204,215)	-	881
Total unrestricted	<u>484,048</u>	<u>636,895</u>	<u>(439,761)</u>	<u>-</u>	<u>681,182</u>
Restricted					
Brandram Prize Fund	4,947	-	-	64	5,011
Fabric Fund - North West Porch	7,617	-	-	-	7,617
Kingswood Halls Fund	30,141	883	(11,268)	4,277	24,033
Music Fund	510	8,000	-	-	8,510
St Margaret's Building Fund	3,256	-	-	-	3,256
ESOL Classes	4,269	-	-	-	4,269
Syrian Refugees Fund	1,045	-	-	-	1,045
Other outreach activities	-	2,519	(1,230)	-	1,289
	<u>51,785</u>	<u>11,402</u>	<u>(12,498)</u>	<u>4,341</u>	<u>55,030</u>
Total funds	<u>535,833</u>	<u>648,297</u>	<u>(452,259)</u>	<u>4,341</u>	<u>736,212</u>

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

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

Purposes of Designated Funds:

St Margarets Building Fund, is to finance improvements and repairs to the internal and external fabric of the Church.

School Outreach Fund, to finance the essentials for vulnerable families such as food vouchers, bedding and winter shoes, and also subsidise enrichment activities such as extracurricular clubs, learning a musical instrument and school trips.

Purposes of Restricted Funds:

Brandum Prize Fund represents the value of Brandram Prize Fund held under investments.

Fabric Fund represents donations received towards cost of improvement works to the North West entrance.

Kingswood Halls Fund represents value of Lee St Margaret Parish Room Fund held under investments and donations received towards repairs and improvements to Kingswood Halls.

Music Fund represents donations received towards the cost of certain expenditure relating to church music.

St Margarets Building Fund, represents donations and legacies received towards major improvement works to the internal and external fabric of the Church.

ESOL Classes Fund, represents donations and grants received towards funding ESOL classes (English for Speakers of Other Languages).

Kickstart Scheme - to provide new jobs for young people, aged 16-24, who are claiming Universal Credit; up to two placements providing a minimum of 25 hours per week, paying at least the National Minimum Wage/Living Wage.

Transfers between funds:

The PCC had funded school outreach projects on an ad hoc basis for the past few years. After a discussion with staff at St Margaret's school, it was decided by the Board that due to the increasingly challenging economic conditions the funds to be designated from the general fund to help vulnerable families.

The Parochial Church Council of the Ecclesiastical Parish of St. Margaret of Antioch, Lee

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

20 Analysis of net assets between funds

Current period

	Unrestricted funds		Restricted funds	Total funds at 31 December 2022
	General	Designated		
	£	£	£	£
Tangible fixed assets	5,130	-	-	5,130
Fixed asset investments	-	-	30,763	30,763
Current assets	689,926	8,250	17,650	715,826
Current liabilities	(28,385)	-	-	(28,385)
Total net assets	666,671	8,250	48,413	723,334

Previous period

	Unrestricted funds		Restricted funds	Total funds at 31 December 2021
	General	Designated		
	£	£	£	£
Tangible fixed assets	868	-	-	868
Fixed asset investments	-	-	34,810	34,810
Current assets	770,288	881	20,220	791,389
Current liabilities	(90,855)	-	-	(90,855)
Total net assets	680,301	881	55,030	736,212

21 Covid

Although all service and site offerings have been returned to enhanced levels, it cannot be ignored that there is still a percentage of our community that continues to be affected by Covid, and those that are vulnerable to it. Our 2023 budget has been put together to reflect an on-going growth in our activities for 2023.