

Parish of Moseley, 2021 Accounts

Statement of Financial Activities

	Note	Unrestricted General Funds £	Unrestricted Designated Funds £	Restricted Funds £	Endowment Funds £	TOTAL FUNDS	
						2021 £	2020 £
Income and Endowments from:							
Donations	2	77,792	100,000	-	-	177,792	95,066
Charitable activities	2	2,829	-	5,174	-	8,004	76,830
Other trading activities	2	16,485	-	-	-	16,485	17,776
Investments	2	120,710	14,801	-	-	135,511	108,693
Total		217,817	114,801	5,174	-	337,793	298,364
Expenditure on:							
Raising funds	3	-	-	-	-	-	-
Charitable activities	3	255,380	-	226	-	255,606	318,006
Total		255,380	-	226	-	255,606	318,006
Net income/(expenditure) before investment gains		(37,563)	114,801	4,948	-	82,187	(19,641)
Net gains on investments	5	-	290,877	-	-	290,877	7,708
Net income		(37,563)	405,678	4,948	-	373,064	(11,934)
Transfers between funds	8	194,970	(194,970)	-	-	-	-
Net movement in funds		157,408	210,708	4,948	-	373,064	(11,934)
Total funds at 1st January		113,834	2,685,862	87,753	-	2,887,449	2,899,383
Total funds at 31st December	8	271,242	2,896,570	92,701	-	3,260,513	2,887,449

Parish of Moseley, 2021 Accounts

Balance Sheet at 31st December 2021

	Note	2021 £	2020 £
Fixed Assets:			
Tangible - Investment	4	720,000	720,000
Tangible - Operational	4	80,000	80,000
IT		-	-
Investments	5	2,272,906	1,982,029
		<u>3,072,906</u>	<u>2,782,029</u>
Current Assets:			
Debtors	6	26,398	59,198
Short term deposits		130	130
Cash at bank and in hand		179,638	117,121
		<u>206,166</u>	<u>176,449</u>
Current Liabilities			
Creditors	7	18,559	71,029
Net Current Assets		<u>187,607</u>	<u>105,421</u>
Total Net Assets		<u>3,260,513</u>	<u>2,887,449</u>
Represented by parish funds:	8		
Unrestricted – general		271,242	113,834
Unrestricted – designated		2,896,570	2,685,862
Restricted		92,701	87,753
Endowment		-	-
		<u>3,260,513</u>	<u>2,887,449</u>

The notes of pages 4 to 9 form part of these financial statements.

The financial statements were approved by the PCC on 18th April 2022 and signed on its behalf by:

The Revd Duncan Strathie
Vicar of Moseley

1. Principal Accounting Policies

Basis of accounting

The financial statements have been prepared under the Church Accounting Regulations 2006 in accordance with the current Statement of Recommended Practice, Accounting and Reporting by Charities and applicable accounting standard FRS102.

The financial statements have been prepared under the historical cost convention except for investment assets, which are included at fair valuation. The financial statements include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups that owe their main affiliation to another body, nor those that are informal gatherings of church members.

Following transition to FRS102 for the first time, all the accounting policies have been aligned with the new accounting standard and where these have resulted in a material change to the amounts, classification or presentation within the financial statements as at the date of transition then a transitional adjustment has been made. The principal accounting policies and estimation techniques are as follows:

Funds

Funds over which the PCC's control is limited by statute or the terms of a trust deed, or which are restricted in their use have been defined as "restricted funds". Funds which are controlled by the PCC and over which there are essentially no restrictions as to their use have been defined as "unrestricted funds". Designated funds are unrestricted funds that have been set aside by the PCC for purposes designated by PCC policy. Such designations may be set aside from time to time according to policy decisions.

Endowment Funds are funds, the capital of which must be retained either permanently or at the PCC's discretion; the income derived from the endowment is to be used either as restricted or unrestricted income funds depending upon the purpose for which the endowment was established in the first place.

Restricted Funds comprise (a) income from endowments which is to be expended only on the restricted purposes intended by the donor, and (b) revenue donations or grants for a specific PCC activity intended by the donor.

Unrestricted Funds are income funds which are to be spent on the PCC's general purposes.

Designated funds are general funds set aside by the PCC for use in the future. Designated funds remain unrestricted and the PCC will move any surplus to other general funds.

Income

All income is included in the Statement of Financial Activities when the PCC is legally entitled to them as income or capital respectively, ultimate receipt is probable and the amount to be recognized can be quantified with reasonable accuracy.

Planned giving, collections and similar donations are recognised when received. Tax refunds are recognised when the income to which they relate is received.

Grants received which are subject to pre conditions for entitlements or use specified by the donor which have not been met at the yearend are included in creditors to be carried forward to the following year.

Dividends and rents are accounted for when declared receivable, interest as and when accrued by the payer.

All income is accounted for gross.

Expenditure

Liabilities are recognized as soon as there is a legal or constructive obligation committing the PCC to pay out resources. Expenditure is included on an accruals basis under the following headings; all costs are allocated under a specific category:

Costs of raising funds

These are the costs associated with the PCC's fundraising activities.

Charitable expenditure

Charitable expenditure is analysed between ministry and mission expenditure. Ministry expenditure includes the direct costs of running the church such as the diocesan parish share, church building and service costs. The diocesan parish share expected to be paid over is accounted for when due. Mission expenditure includes mission giving and donations, outreach in the community activities, children's work cost and associated staff costs.

Support costs consist of central management, administration and governance. These are costs which are directly attributable to a specific charitable activity.

Grants and donations are accounted for when paid over or when awarded.

Expenditure is accounted for gross.

Tangible fixed assets and depreciation

Movable church furnishings held by the vicar and churchwardens on special trust for the PCC and which require a faculty for disposal are inalienable property, listed in the church's inventory, which can be inspected (at any reasonable time). There is insufficient cost information available and therefore such assets are not valued in the financial statements. So all such expenditure has been written off when incurred.

The properties the PCC owns comprise of 25, 25A, 25B, 27, 29 & 31, 31A & 31B St Mary's Row. During 2015 in line with the revised Charities accounting requirements (FRS 102) properties have been split Investment and Operation on the Balance Sheet. Investment Properties were revalued by Fishers Property & Lettings Management in September 2015. This valuation is reflected in the Balance Sheet. Operational Properties were not revalued so a high level estimate has been included.

Depreciation is not provided on these properties as any provision (annual or cumulative) would not be material, due to the very long expected remaining useful life and because it's expected residual value is not materially less than its carrying value. The PCC has a policy of regular structural inspection, repair and maintenance and the property is unlikely to deteriorate or suffer from obsolescence.

Equipment used within the church premises is depreciated on a straight-line basis over four years.

Individual items of equipment with a purchase price of £1,000 or less are written off when the asset is acquired. There are no such assets at this time.

Financial instruments

The PCC has elected to apply the provision of Section 11 "Basic Financial Instruments" and Section 12 "Other Financial Instruments" of FRS102 in full to all of its financial instruments.

Debtors which are receivable within 1 year and which do not constitute a financing transaction are initially measured at the transaction price. Debtors are subsequently measured at amortised cost being the transaction price less any amounts settled and any impairment losses.

Creditor's payable within 1 year and which do not constitute a financing transaction are initially measured at the transaction price. Creditors are subsequently measured at amortised cost being the transaction price less any amounts settled.

2. Income

	Unrestricted Funds £	Restricted Funds £	TOTAL 2021 £	Unrestricted Funds £	Restricted Funds £	TOTAL 2020 £
Donations						
Free Will Offering (Inc Gift Aid)	76,173		76,173	66,508	-	66,508
Legacies and Donations	101,619	-	101,619	28,557	-	28,557
	177,792	-	177,792	95,066	-	95,066
Charitable Activities						
Churchyard Project	-	-	-	-	-	-
Christmas Day Together	-	400	400	-	310	310
Childrens' Fund	-	-	-	-	-	-
Music	-	-	-	-	500	500
Urban Fund	-	-	-	-	-	-
Pew Bibles	-	-	-	-	-	-
Choristers' Fund	-	2,000	2,000	-	-	-
Organ	-	2,774	2,774	-	75,961	75,961
Social & Fundraising Events	2,829	-	2,829	59	-	59
	2,829	5,174	8,004	59	76,771	76,830
Other Trading Activities						
Lettings	403	-	403	300	-	300
Hall Hire	12,246	-	12,246	12,438	-	12,438
less: expenses	(9,807)	-	(9,807)	(9,658)	-	(9,658)
Other Income	8,133	-	8,133	9,559	-	9,559
Net fees for weddings and funerals	5,511	-	5,511	5,138	-	5,138
	16,485	-	16,485	17,777	-	17,777
Investments						
Bank interest & dividends	72,707	-	72,707	70,913	-	70,913
Property rentals	61,876	-	61,876	50,302	-	50,302
less: expenses	(3,223)	-	(3,223)	(16,069)	-	(16,069)
Solar Panels' Generation	4,153	-	4,153	3,546	-	3,546
	135,511	-	135,511	108,693	-	108,693
Total Income	332,618	5,174	337,793	221,594	76,771	298,365

3. Expenditure	Unrestricted Funds £	Restricted Funds £	TOTAL 2021 £	Unrestricted Funds £	Restricted Funds £	TOTAL 2020 £
Expenditure on Fundraising:	0	0	0	0	0	0
Charitable Expenditure:						
<i>Resourcing Ministry</i>						
Clergy Expenses	6,756	-	6,756	8,696	-	8,696
Associate Vicar Stipend	-	-	-	-	-	-
Church Buildings and Yard- See Note 12	24,573	-	24,573	75,497	-	75,497
Music, Organ and Choir	11,934	-	11,934	9,490	500	9,990
Altar items	266	-	266	-	-	-
Flower Guild	(150)	-	(150)	800	-	800
Other Church Activities	1,481	-	1,481	1,297	-	1,297
Pew Bibles	-	-	-	-	-	-
Common Fund to Diocese	148,909	-	148,909	160,749	-	160,749
Support for resourcing ministry	31,465	-	31,465	30,733	-	30,733
	225,234	-	225,234	287,263	500	287,763
<i>Resourcing Mission</i>						
Christmas Day Together	-	226	226	-	223	223
Urban Fund	-	-	-	-	-	-
Children's Work	19,260	-	19,260	18,208	-	18,208
Charitable Giving	7,389	-	7,389	8,398	-	8,398
Support for resourcing ministry	3,496	-	3,496	3,415	-	3,415
	30,146	226	30,372	30,020	223	30,243
Total Expenditure	255,380	226	255,606	317,283	723	318,006

Analysis of Support Costs	Unrestricted General Funds £	Restricted Funds £	TOTAL 2021 £	Unrestricted General Funds £	Restricted Funds £	TOTAL 2020 £
Parish Office	33,803	-	33,803	31,585	-	31,585
Other Costs	1,158	-	1,158	2,563	-	2,563
	34,961	-	34,961	34,148	-	34,148

4. Tangible Fixed Assets	Investment Properties	Operational Properties	IT Equipment	Total
Cost/valuation	£	£	£	£
At 1 January 2021	720,000	80,000	2,578	802,578
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 December 2021	720,000	80,000	2,578	802,578
Accumulated depreciation				
At 1 January 2021	-	-	2,578	2,578
Charge for the year	-	-	-	-
Disposals	-	-	-	-
At 31 December 2021	-	-	2,578	2,578
Net book value				
At 31 December 2021	720,000	80,000	-	800,000
At 31 December 2020	720,000	80,000	-	800,000

These properties comprise of 25, 25A, 25B, 27, 29 & 31, 31A & 31B St Mary's Row. These properties include a combination of residential, commercial and church used buildings. The properties were last revalued in 2015.

5. Investments	As at 1 January 2021	Purchases	Disposals	Change in market value	As at 31 December 2021
	£	£	£	£	£
M&G Charifunds Equities Investment Fund	274,514	0	0	36,726	311,240
CCLA Property Fund	393,721	0	0	63,225	456,946
CCLA Investment Fund	1,313,794	0	0	190,926	1,504,720
	1,982,029	0	0	290,877	2,272,906

6. Debtors and Prepayments

Receivable within one year:	2021	2020
	£	£
Gift Aid Recoverable	7,453	44,265
British Gas Feed In Tariff	7,699	3,546
Rent	1,610	1,417
St Anne's Hall	4,505	3,516
Prepayments	5,051	6,337
Other Debtors	80	117
	26,398	59,198

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7. Creditors and Deferred Income

Amounts falling due within one year:	2021	2020
	£	£
Utilities	0	40,508
Charitable Giving	6,367	500
Salaries	3,619	5,050
Common Fund	0	8,857
Curate Rent	5,500	3,750
Rental Costs	0	2,655
Deferred Rent	575	6,568
Church maintenance	1,068	0
Other Creditors	1,430	3,141
	18,559	71,029

8. Movements in Funds

	01-Jan-21	Income	Expenditure	Capital movements	Transfers	31-Dec-21
	£	£	£	£	£	£
Endowment Funds						
	0	0	0	0	0	0
	0	0	0	0	0	0
	0	0	0	0	0	0
	0	0	0	0	0	0
Restricted Funds						
Churchyard Fund	0	0	0	0	0	0
Bell Fund	2,000	0	0	0	0	2,000
Fabric Fund	4,328	0	0	0	0	4,328
Christmas Day Together Fund	3,222	400	(226)	0	0	3,396
Childrens Fund	2,035	0	0	0	0	2,035
Pew Bibles	206	0	0	0	0	206
Music Fund	0	0	0	0	0	0
Choristers' Fund	0	2,000	0	0	0	2,000
Organ Fund	75,961	2,774	0	0	0	78,735
	87,753	5,174	(226)	0	0	92,701

Designated Funds						
Church Ball Fundraising	5,172	0	0	0	0	5,172
Underhill Bequest Fund	0	100,000	0	0	0	100,000
St Anne's Piggott Fund	275,027	14,801	0	36,726	(36,726)	289,828
St Mary's Row Properties	800,000	0	0	0	0	800,000
IT Equipment	0	0	0	0	0	0
Investment Growth Fund	(0)	0	0	254,151	(254,151)	(0)
Agreed Improvements Fund	42,027	0	0	0	0	42,027
Staffing Developments Fund	400,000	0	0	0	0	400,000
Vision 13 Fund	998,636	0	0	0	(4,093)	994,543
Premises Fund	40,000	0	0	0	100,000	140,000
Contingency Fund	125,000	0	0	0	0	125,000
	2,685,862	114,801	0	290,877	(194,970)	2,896,570
Unrestricted funds						
General	113,834	217,817	(255,380)	0	194,970	271,242
Total Funds	2,887,449	337,793	(255,606)	290,877	0	3,260,513

Note that, for the purposes of the 2021 accounts, all funds which were treated as designated in the separate parishes of St Anne's and St. Mary's have continued to be treated as designated in the merged parish. Of the transfers into the parish's general fund, £36,726 was transferred from the St Anne's Piggott Fund, and £158,244 from the Investment Growth Fund.

Churchyard Fund. Church Yard Heritage project income funded by the National Lottery Heritage Fund.

Bell Fund. During 2015 a restricted £2,000 donation was received toward the ongoing upkeep of the bells from the Trust.

Fabric Fund. This fund resulted from an appeal and is restricted for re-ordering of the Nave Altar and Chancel.

Christmas Day Together Fund. This annual event has a specific fund for its income and expenditure.

Children's & Youth Fund. During 2017 the trustees of the Ballance Trust provided £2,035 toward Children and Youth work

Pew Bibles. During 2016 the trustees of the Ballance Trust provided £2,000 for the purchase of Pew Bibles.

Music Fund. This is made up of donations towards the provision of music at the church by the Friends of St. Mary's Music and Choirs.

Choristers' Fund: A donation of £2000 from the Ouseley Trust in 2021 to fund scholarships for choristers of the parish

Organ Fund: These are funds specifically raised to refurbish the organ in St Mary's

Church Ball Fundraising: Funds raised in support of the annual church ball at St Anne's

Underhill Bequest Fund: 2021 bequest from the Underhill Estate

Piggott Fund: Funds for support of the running of St Anne's church

St Mary's Row Properties. See Note 4.

Investment Growth Fund. Assumed on investments. This is significantly less than recent returns but returns can be volatile.

Agreed Improvements Fund. Sufficient funding to provide for the remaining Church Yard Project, altar frontals and £20,050 bequest received in 2018

Staffing Developments Fund. To provide medium/long term funding for staff salaries once or if funding from investments reduces e.g. by reordering the church

Vision 13 Fund. Reserve £1m to fund Vision 13 costs

Premises Fund. Provide funds for improvements to the church and other PCC premises

Contingency Fund. Hold in reserves the equivalent of approximately 6 months general running costs for unforeseen events.

General Fund. Provide a general reserve to provide deterioration in finance, one off costs and cash flow

8a. Fund Transfers

The following highlights transfers between funds and their reason

	General Funds	Investment Fund	Other Funds	check
Redistribution of Investment Growth				
Top up of General Fund - Investment C	154,151	(154,151)		-
Top up of General Fund - St Anne's Pig	36,726	(36,726)		-
Top up of Premises Fund		(100,000)	100,000	-
Other Changes				
Fund Reordering costs	4,093	(4,093)		-
Total	194,970	(290,877)	95,907	-

9. Analysis of Net Assets by Fund	Unrestricted General Funds	Unrestricted Designated Funds	Restricted Fund	Endowment Fund	Total	Total
	£	£	£	£	2021	2020
					£	£
Tangible fixed assets	0	800,000	0	0	800,000	800,000
Investments	176,336	2,096,570	0	0	2,272,906	1,982,029
Debtors due within one year	26,398	0	0	0	26,398	59,198
Debtors due outside one year	0	0	0	0	0	0
Short term deposits	130	0	0	0	130	130
Cash at bank	86,937	0	92,701	0	179,638	117,121
Creditors due within one year	(18,559)	0	0	0	(18,559)	(71,029)
Creditors due outside one year	0	0	0	0	0	0
	271,242	2,896,570	92,701	0	3,260,513	2,887,449

10. Related Party Transactions

The PCC has related charities for which some PCC Trustees are also Trustees. The following cash transactions and closing balances are included in the accounts:-

	Cash In	Cash Out	Owed	Owing
	£	£	£	£
Related Party				
Flower Guild	0	650	0	0
Total	0	650	0	0

During 2021, there were no related party transactions with The Friends of St Mary's Choirs & Music or with the Organ Renovation Fund.

No member of the PCC was paid during the year. A small immaterial portion of the expenses paid to the incumbent may have related to his service as chairman of the PCC. Some immaterial reimbursements for general church activities were paid to some PCC members or persons closely connected to them.

11. Staff costs	2021	2020
	£	£
Wages and salaries	65,148	61,047
Social security costs	0	0
Pension contributions	688	684
	65,836	61,731

During the year the PCC employed a Director of Music, Site Services Manager, a Benefice Support Manager (job share) and Intergenerational Ministry Co-ordinator. In line with legislative requirements the PCC introduced a Workplace Pension Scheme from September 2016.

12. Church Buildings and Yard	2021	2020
	£	£
St Anne's Utilities, Insurance and Maintenance	11,057	11,404
St Mary's Yard	2,305	6,772
St Mary's Utilities	(25,264)	18,399
St Mary's Insurance	10,789	10,484
St Mary's Building Works, Repairs & Cleaning	25,687	28,439
	24,573	75,498
Add back: one off gain from Scottish Power settlement	40,508	
	65,081	75,498

The 2021 Utilities costs for St Mary's contains a one off Cr of £40,508 relating to the resolution of outstanding liabilities to Scottish Power. As at 31 December 2020, St Mary's recorded an outstanding liability to Scottish Power of £40,508. During 2021 this liability was resolved. The 2021 utilities cost removes the liability seen at the end of 2020, and the net credit in 2021 is the reversal of that liability offset by actual spend in 2021.

In 2021, St Anne's spent £11,057, of which £1,922 was spent on utilities, £1,004 on the Churchyard, £3,884 on Insurance and £4,247 on Buildings.

Note 13: Merger Accounting

On the 1st of July 2021, the parochial church council of the ecclesiastical parish of St Mary's Moseley (charity number 1132268) merged with the parochial church council of the ecclesiastical parish of St Anne's Moseley (unregistered). Neither party is seen to be the acquirer or acquiree by either of the governing bodies or management and there is no significant change in the class of beneficiaries as a result of the combination. The combination has been permitted by appropriate authorities. The Pastoral Scheme affecting this benefice was made by the Commissioners on 30 June 2021 and came into effect on 1 July 2021. Based on this assessment, merger accounting has been applied to this combination.

Analysis of principal SoFA components for year ending 31st December 2021

£	St Anne's Church to 30th June 2021	St Mary's Church to 30th June 2021	Parish of Moseley from 1st July 2021	Parish of Moseley FY 2021
Total Income	113,846	99,437	124,510	337,793
Total Expenditure	(22,958)	(66,503)	(166,144)	255,606
Net income/expenditure	90,888	32,934	(41,634)	82,187
Other gains/losses	31,840	114,586	144,451	290,877
Net movement in funds	122,728	147,520	102,817	373,064

Analysis of principal SoFA components for the year ending 31st December 2020

£	St Anne's Church to 31st December 2020	St Mary's Church to 31st December 2020	Combined total to 31st December 2020
Total Income	38,337	260,027	298,364
Total Expenditure	53,367	264,639	318,006
Net income/expenditure	(15,030)	(4,611)	(19,641)
Other gains/losses	(57,624)	65,332	7,708
Net movement in funds	(72,654)	60,720	(11,934)

Note:

In 2020, SMC recorded a net income of £8762. This included net receipts from SAC of £13,375 which has been removed from the above disclosure for consistency with 2021, leaving a loss of £4611 for 2020 after rounding. SAC in the same period recorded a net loss of £28,404. This included net payments to SMC of £13,374 for services provided. For the above disclosure, this amount has been added back to show income and expenditure on a like for like basis with 2021 disclosures

	St Anne's Church at 30th June 2021	St Mary's Church at 30th June 2021	Combined total at 30th June 2021
Analysis of net assets at 30th June 2021			
Net Assets	399,545	2,758,144	3,157,689
Represented by:			
Unrestricted funds	399,545	2,669,502	3,069,047
Restricted funds	-	88,642	88,642

The parish of St Mary's had, at the time of combination, restricted funds of £88,642, which were principally relating to the restoration of the organ at St Mary's Church. All other funds previously classified as unrestricted in both parent charities have continued to be classified as unrestricted designated funds in the combined entity.

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Charitable activities	2	2,829	-	5,174	-	8,004	76,830
Other trading activities	2	16,485	-	-	-	16,485	17,776
Investments	2	120,710	14,801	-	-	135,511	108,693
Total		217,817	114,801	5,174	-	337,793	298,364
Expenditure on:							
Raising funds	3	-	-	-	-	-	-
Charitable activities	3	255,380	-	226	-	255,606	318,006
Total		255,380	-	226	-	255,606	318,006
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Net gains on investments	5	-	290,877	-	-	290,877	7,708
Net income		(37,563)	405,678	4,948	-	373,064	(11,934)
Transfers between funds	8	194,970	(194,970)	-	-	-	-
Net movement in funds		157,408	210,708	4,948	-	373,064	(11,934)
Total funds at 1st January		113,834	2,685,862	87,753	-	2,887,449	2,899,383
Total funds at 31st December	8	271,242	2,896,570	92,701	-	3,260,513	2,887,449

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Balance Sheet at 31st December 2021

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Tangible - Operational	4	80,000	80,000
IT		-	-
Investments	5	2,272,906	1,982,029
		<u>3,072,906</u>	<u>2,782,029</u>
Current Assets:			
Debtors	6	26,398	59,198
Short term deposits		130	130
Cash at bank and in hand		179,638	117,121
		<u>206,166</u>	<u>176,449</u>
Current Liabilities			
Creditors	7	18,559	71,029
Net Current Assets		<u>187,607</u>	<u>105,421</u>
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Endowment		-	-
		<u>3,260,513</u>	<u>2,887,449</u>

The notes of pages 4 to 9 form part of these financial statements.

The financial statements were approved by the PCC on 18th April 2022 and signed on its behalf by:

The Revd Duncan Strathie
Vicar of Moseley

1. Principal Accounting Policies

Basis of accounting

The financial statements have been prepared under the Church Accounting Regulations 2006 in accordance with the current Statement of Recommended Practice, Accounting and Reporting by Charities and applicable accounting standard FRS102.

The financial statements have been prepared under the historical cost convention except for investment assets, which are included at fair valuation. The financial statements include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups that owe their main affiliation to another body, nor those that are informal gatherings of church members.

Following transition to FRS102 for the first time, all the accounting policies have been aligned with the new accounting standard and where these have resulted in a material change to the amounts, classification or presentation within the financial statements as at the date of transition then a transitional adjustment has been made. The principal accounting policies and estimation techniques are as follows:

Funds

Funds over which the PCC's control is limited by statute or the terms of a trust deed, or which are restricted in their use have been defined as "restricted funds". Funds which are controlled by the PCC and over which there are essentially no restrictions as to their use have been defined as "unrestricted funds". Designated funds are unrestricted funds that have been set aside by the PCC for purposes designated by PCC policy. Such designations may be set aside from time to time according to policy decisions.

Endowment Funds are funds, the capital of which must be retained either permanently or at the PCC's discretion; the income derived from the endowment is to be used either as restricted or unrestricted income funds depending upon the purpose for which the endowment was established in the first place.

Restricted Funds comprise (a) income from endowments which is to be expended only on the restricted purposes intended by the donor, and (b) revenue donations or grants for a specific PCC activity intended by the donor.

Unrestricted Funds are income funds which are to be spent on the PCC's general purposes.

Designated funds are general funds set aside by the PCC for use in the future. Designated funds remain unrestricted and the PCC will move any surplus to other general funds.

Income

All income is included in the Statement of Financial Activities when the PCC is legally entitled to them as income or capital respectively, ultimate receipt is probable and the amount to be recognized can be quantified with reasonable accuracy.

Planned giving, collections and similar donations are recognised when received. Tax refunds are recognised when the income to which they relate is received.

Grants received which are subject to pre conditions for entitlements or use specified by the donor which have not been met at the yearend are included in creditors to be carried forward to the following year.

Dividends and rents are accounted for when declared receivable, interest as and when accrued by the payer.

All income is accounted for gross.

Expenditure

Liabilities are recognized as soon as there is a legal or constructive obligation committing the PCC to pay out resources. Expenditure is included on an accruals basis under the following headings; all costs are allocated under a specific category:

Costs of raising funds

These are the costs associated with the PCC's fundraising activities.

Charitable expenditure

Charitable expenditure is analysed between ministry and mission expenditure. Ministry expenditure includes the direct costs of running the church such as the diocesan parish share, church building and service costs. The diocesan parish share expected to be paid over is accounted for when due. Mission expenditure includes mission giving and donations, outreach in the community activities, children's work cost and associated staff costs.

Support costs consist of central management, administration and governance. These are costs which are directly attributable to a specific charitable activity.

Grants and donations are accounted for when paid over or when awarded.

Expenditure is accounted for gross.

Tangible fixed assets and depreciation

Movable church furnishings held by the vicar and churchwardens on special trust for the PCC and which require a faculty for disposal are inalienable property, listed in the church's inventory, which can be inspected (at any reasonable time). There is insufficient cost information available and therefore such assets are not valued in the financial statements. So all such expenditure has been written off when incurred.

The properties the PCC owns comprise of 25, 25A, 25B, 27, 29 & 31, 31A & 31B St Mary's Row. During 2015 in line with the revised Charities accounting requirements (FRS 102) properties have been split Investment and Operation on the Balance Sheet. Investment Properties were revalued by Fishers Property & Lettings Management in September 2015. This valuation is reflected in the Balance Sheet. Operational Properties were not revalued so a high level estimate has been included.

Depreciation is not provided on these properties as any provision (annual or cumulative) would not be material, due to the very long expected remaining useful life and because it's expected residual value is not materially less than its carrying value. The PCC has a policy of regular structural inspection, repair and maintenance and the property is unlikely to deteriorate or suffer from obsolescence.

Equipment used within the church premises is depreciated on a straight-line basis over four years.

Individual items of equipment with a purchase price of £1,000 or less are written off when the asset is acquired. There are no such assets at this time.

Financial instruments

The PCC has elected to apply the provision of Section 11 "Basic Financial Instruments" and Section 12 "Other Financial Instruments" of FRS102 in full to all of its financial instruments.

Debtors which are receivable within 1 year and which do not constitute a financing transaction are initially measured at the transaction price. Debtors are subsequently measured at amortised cost being the transaction price less any amounts settled and any impairment losses.

Creditor's payable within 1 year and which do not constitute a financing transaction are initially measured at the transaction price. Creditors are subsequently measured at amortised cost being the transaction price less any amounts settled.

2. Income

	Unrestricted Funds £	Restricted Funds £	TOTAL 2021 £	Unrestricted Funds £	Restricted Funds £	TOTAL 2020 £
Donations						
Free Will Offering (Inc Gift Aid)	76,173		76,173	66,508	-	66,508
Legacies and Donations	101,619	-	101,619	28,557	-	28,557
	177,792	-	177,792	95,066	-	95,066
Charitable Activities						
Churchyard Project	-	-	-	-	-	-
Christmas Day Together	-	400	400	-	310	310
Childrens' Fund	-	-	-	-	-	-
Music	-	-	-	-	500	500
Urban Fund	-	-	-	-	-	-
Pew Bibles	-	-	-	-	-	-
Choristers' Fund	-	2,000	2,000	-	-	-
Organ	-	2,774	2,774	-	75,961	75,961
Social & Fundraising Events	2,829	-	2,829	59	-	59
	2,829	5,174	8,004	59	76,771	76,830
Other Trading Activities						
Lettings	403	-	403	300	-	300
Hall Hire	12,246	-	12,246	12,438	-	12,438
less: expenses	(9,807)	-	(9,807)	(9,658)	-	(9,658)
Other Income	8,133	-	8,133	9,559	-	9,559
Net fees for weddings and funerals	5,511	-	5,511	5,138	-	5,138
	16,485	-	16,485	17,777	-	17,777
Investments						
Bank interest & dividends	72,707	-	72,707	70,913	-	70,913
Property rentals	61,876	-	61,876	50,302	-	50,302
less: expenses	(3,223)	-	(3,223)	(16,069)	-	(16,069)
Solar Panels' Generation	4,153	-	4,153	3,546	-	3,546
	135,511	-	135,511	108,693	-	108,693
Total Income	332,618	5,174	337,793	221,594	76,771	298,365

3. Expenditure	Unrestricted Funds £	Restricted Funds £	TOTAL 2021 £	Unrestricted Funds £	Restricted Funds £	TOTAL 2020 £
Expenditure on Fundraising:	0	0	0	0	0	0
Charitable Expenditure:						
<i>Resourcing Ministry</i>						
Clergy Expenses	6,756	-	6,756	8,696	-	8,696
Associate Vicar Stipend	-	-	-	-	-	-
Church Buildings and Yard- See Note 12	24,573	-	24,573	75,497	-	75,497
Music, Organ and Choir	11,934	-	11,934	9,490	500	9,990
Altar items	266	-	266	-	-	-
Flower Guild	(150)	-	(150)	800	-	800
Other Church Activities	1,481	-	1,481	1,297	-	1,297
Pew Bibles	-	-	-	-	-	-
Common Fund to Diocese	148,909	-	148,909	160,749	-	160,749
Support for resourcing ministry	31,465	-	31,465	30,733	-	30,733
	225,234	-	225,234	287,263	500	287,763
<i>Resourcing Mission</i>						
Christmas Day Together	-	226	226	-	223	223
Urban Fund	-	-	-	-	-	-
Children's Work	19,260	-	19,260	18,208	-	18,208
Charitable Giving	7,389	-	7,389	8,398	-	8,398
Support for resourcing ministry	3,496	-	3,496	3,415	-	3,415
	30,146	226	30,372	30,020	223	30,243
Total Expenditure	255,380	226	255,606	317,283	723	318,006

Analysis of Support Costs	Unrestricted General Funds £	Restricted Funds £	TOTAL 2021 £	Unrestricted General Funds £	Restricted Funds £	TOTAL 2020 £
Parish Office	33,803	-	33,803	31,585	-	31,585
Other Costs	1,158	-	1,158	2,563	-	2,563
	34,961	-	34,961	34,148	-	34,148

4. Tangible Fixed Assets	Investment Properties	Operational Properties	IT Equipment	Total
Cost/valuation	£	£	£	£
At 1 January 2021	720,000	80,000	2,578	802,578
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 December 2021	720,000	80,000	2,578	802,578
Accumulated depreciation				
At 1 January 2021	-	-	2,578	2,578
Charge for the year	-	-	-	-
Disposals	-	-	-	-
At 31 December 2021	-	-	2,578	2,578
Net book value				
At 31 December 2021	720,000	80,000	-	800,000
At 31 December 2020	720,000	80,000	-	800,000

These properties comprise of 25, 25A, 25B, 27, 29 & 31, 31A & 31B St Mary's Row. These properties include a combination of residential, commercial and church used buildings. The properties were last revalued in 2015.

5. Investments	As at 1 January 2021	Purchases	Disposals	Change in market value	As at 31 December 2021
	£	£	£	£	£
M&G Charifunds Equities Investment Fund	274,514	0	0	36,726	311,240
CCLA Property Fund	393,721	0	0	63,225	456,946
CCLA Investment Fund	1,313,794	0	0	190,926	1,504,720
	1,982,029	0	0	290,877	2,272,906

6. Debtors and Prepayments

Receivable within one year:	2021	2020
	£	£
Gift Aid Recoverable	7,453	44,265
British Gas Feed In Tariff	7,699	3,546
Rent	1,610	1,417
St Anne's Hall	4,505	3,516
Prepayments	5,051	6,337
Other Debtors	80	117
	26,398	59,198

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7. Creditors and Deferred Income

Amounts falling due within one year:	2021	2020
	£	£
Utilities	0	40,508
Charitable Giving	6,367	500
Salaries	3,619	5,050
Common Fund	0	8,857
Curate Rent	5,500	3,750
Rental Costs	0	2,655
Deferred Rent	575	6,568
Church maintenance	1,068	0
Other Creditors	1,430	3,141
	18,559	71,029

8. Movements in Funds

	01-Jan-21	Income	Expenditure	Capital movements	Transfers	31-Dec-21
	£	£	£	£	£	£
Endowment Funds						
	0	0	0	0	0	0
	0	0	0	0	0	0
	0	0	0	0	0	0
	0	0	0	0	0	0
Restricted Funds						
Churchyard Fund	0	0	0	0	0	0
Bell Fund	2,000	0	0	0	0	2,000
Fabric Fund	4,328	0	0	0	0	4,328
Christmas Day Together Fund	3,222	400	(226)	0	0	3,396
Childrens Fund	2,035	0	0	0	0	2,035
Pew Bibles	206	0	0	0	0	206
Music Fund	0	0	0	0	0	0
Choristers' Fund	0	2,000	0	0	0	2,000
Organ Fund	75,961	2,774	0	0	0	78,735
	87,753	5,174	(226)	0	0	92,701

Designated Funds						
Church Ball Fundraising	5,172	0	0	0	0	5,172
Underhill Bequest Fund	0	100,000	0	0	0	100,000
St Anne's Piggott Fund	275,027	14,801	0	36,726	(36,726)	289,828
St Mary's Row Properties	800,000	0	0	0	0	800,000
IT Equipment	0	0	0	0	0	0
Investment Growth Fund	(0)	0	0	254,151	(254,151)	(0)
Agreed Improvements Fund	42,027	0	0	0	0	42,027
Staffing Developments Fund	400,000	0	0	0	0	400,000
Vision 13 Fund	998,636	0	0	0	(4,093)	994,543
Premises Fund	40,000	0	0	0	100,000	140,000
Contingency Fund	125,000	0	0	0	0	125,000
	2,685,862	114,801	0	290,877	(194,970)	2,896,570
Unrestricted funds						
General	113,834	217,817	(255,380)	0	194,970	271,242
Total Funds	2,887,449	337,793	(255,606)	290,877	0	3,260,513

Note that, for the purposes of the 2021 accounts, all funds which were treated as designated in the separate parishes of St Anne's and St. Mary's have continued to be treated as designated in the merged parish. Of the transfers into the parish's general fund, £36,726 was transferred from the St Anne's Piggott Fund, and £158,244 from the Investment Growth Fund.

Churchyard Fund. Church Yard Heritage project income funded by the National Lottery Heritage Fund.

Bell Fund. During 2015 a restricted £2,000 donation was received toward the ongoing upkeep of the bells from the Trust.

Fabric Fund. This fund resulted from an appeal and is restricted for re-ordering of the Nave Altar and Chancel.

Christmas Day Together Fund. This annual event has a specific fund for its income and expenditure.

Children's & Youth Fund. During 2017 the trustees of the Ballance Trust provided £2,035 toward Children and Youth work

Pew Bibles. During 2016 the trustees of the Ballance Trust provided £2,000 for the purchase of Pew Bibles.

Music Fund. This is made up of donations towards the provision of music at the church by the Friends of St. Mary's Music and Choirs.

Choristers' Fund: A donation of £2000 from the Ouseley Trust in 2021 to fund scholarships for choristers of the parish

Organ Fund: These are funds specifically raised to refurbish the organ in St Mary's

Church Ball Fundraising: Funds raised in support of the annual church ball at St Anne's

Underhill Bequest Fund: 2021 bequest from the Underhill Estate

Piggott Fund: Funds for support of the running of St Anne's church

St Mary's Row Properties. See Note 4.

Investment Growth Fund. Assumed on investments. This is significantly less than recent returns but returns can be volatile.

Agreed Improvements Fund. Sufficient funding to provide for the remaining Church Yard Project, altar frontals and £20,050 bequest received in 2018

Staffing Developments Fund. To provide medium/long term funding for staff salaries once or if funding from investments reduces e.g. by reordering the church

Vision 13 Fund. Reserve £1m to fund Vision 13 costs

Premises Fund. Provide funds for improvements to the church and other PCC premises

Contingency Fund. Hold in reserves the equivalent of approximately 6 months general running costs for unforeseen events.

General Fund. Provide a general reserve to provide deterioration in finance, one off costs and cash flow

8a. Fund Transfers

The following highlights transfers between funds and their reason

	General Funds	Investment Fund	Other Funds	check
Redistribution of Investment Growth				
Top up of General Fund - Investment C	154,151	(154,151)		-
Top up of General Fund - St Anne's Pig	36,726	(36,726)		-
Top up of Premises Fund		(100,000)	100,000	-
Other Changes				
Fund Reordering costs	4,093	(4,093)		-
Total	194,970	(290,877)	95,907	-

9. Analysis of Net Assets by Fund	Unrestricted General Funds	Unrestricted Designated Funds	Restricted Fund	Endowment Fund	Total	Total
	£	£	£	£	2021	2020
					£	£
Tangible fixed assets	0	800,000	0	0	800,000	800,000
Investments	176,336	2,096,570	0	0	2,272,906	1,982,029
Debtors due within one year	26,398	0	0	0	26,398	59,198
Debtors due outside one year	0	0	0	0	0	0
Short term deposits	130	0	0	0	130	130
Cash at bank	86,937	0	92,701	0	179,638	117,121
Creditors due within one year	(18,559)	0	0	0	(18,559)	(71,029)
Creditors due outside one year	0	0	0	0	0	0
	271,242	2,896,570	92,701	0	3,260,513	2,887,449

10. Related Party Transactions

The PCC has related charities for which some PCC Trustees are also Trustees. The following cash transactions and closing balances are included in the accounts:-

Related Party	Cash In	Cash Out	Owed	Owing
	£	£	£	£
Flower Guild	0	650	0	0
Total	0	650	0	0

During 2021, there were no related party transactions with The Friends of St Mary's Choirs & Music or with the Organ Renovation Fund.

No member of the PCC was paid during the year. A small immaterial portion of the expenses paid to the incumbent may have related to his service as chairman of the PCC. Some immaterial reimbursements for general church activities were paid to some PCC members or persons closely connected to them.

11. Staff costs	2021	2020
	£	£
Wages and salaries	65,148	61,047
Social security costs	0	0
Pension contributions	688	684
	65,836	61,731

During the year the PCC employed a Director of Music, Site Services Manager, a Benefice Support Manager (job share) and Intergenerational Ministry Co-ordinator. In line with legislative requirements the PCC introduced a Workplace Pension Scheme from September 2016.

12. Church Buildings and Yard	2021	2020
	£	£
St Anne's Utilities, Insurance and Maintenance	11,057	11,404
St Mary's Yard	2,305	6,772
St Mary's Utilities	(25,264)	18,399
St Mary's Insurance	10,789	10,484
St Mary's Building Works, Repairs & Cleaning	25,687	28,439
	24,573	75,498
Add back: one off gain from Scottish Power settlement	40,508	
	65,081	75,498

The 2021 Utilities costs for St Mary's contains a one off Cr of £40,508 relating to the resolution of outstanding liabilities to Scottish Power. As at 31 December 2020, St Mary's recorded an outstanding liability to Scottish Power of £40,508. During 2021 this liability was resolved. The 2021 utilities cost removes the liability seen at the end of 2020, and the net credit in 2021 is the reversal of that liability offset by actual spend in 2021.

In 2021, St Anne's spent £11,057, of which £1,922 was spent on utilities, £1,004 on the Churchyard, £3,884 on Insurance and £4,247 on Buildings.

Note 13: Merger Accounting

On the 1st of July 2021, the parochial church council of the ecclesiastical parish of St Mary's Moseley (charity number 1132268) merged with the parochial church council of the ecclesiastical parish of St Anne's Moseley (unregistered). Neither party is seen to be the acquirer or acquiree by either of the governing bodies or management and there is no significant change in the class of beneficiaries as a result of the combination. The combination has been permitted by appropriate authorities. The Pastoral Scheme affecting this benefice was made by the Commissioners on 30 June 2021 and came into effect on 1 July 2021. Based on this assessment, merger accounting has been applied to this combination.

Analysis of principal SoFA components for year ending 31st December 2021

£	St Anne's Church to 30th June 2021	St Mary's Church to 30th June 2021	Parish of Moseley from 1st July 2021	Parish of Moseley FY 2021
Total Income	113,846	99,437	124,510	337,793
Total Expenditure	(22,958)	(66,503)	(166,144)	255,606
Net income/expenditure	90,888	32,934	(41,634)	82,187
Other gains/losses	31,840	114,586	144,451	290,877
Net movement in funds	122,728	147,520	102,817	373,064

Analysis of principal SoFA components for the year ending 31st December 2020

£	St Anne's Church to 31st December 2020	St Mary's Church to 31st December 2020	Combined total to 31st December 2020
Total Income	38,337	260,027	298,364
Total Expenditure	53,367	264,639	318,006
Net income/expenditure	(15,030)	(4,611)	(19,641)
Other gains/losses	(57,624)	65,332	7,708
Net movement in funds	(72,654)	60,720	(11,934)

Note:

In 2020, SMC recorded a net income of £8762. This included net receipts from SAC of £13,375 which has been removed from the above disclosure for consistency with 2021, leaving a loss of £4611 for 2020 after rounding. SAC in the same period recorded a net loss of £28,404. This included net payments to SMC of £13,374 for services provided. For the above disclosure, this amount has been added back to show income and expenditure on a like for like basis with 2021 disclosures

	St Anne's Church at 30th June 2021	St Mary's Church at 30th June 2021	Combined total at 30th June 2021
Analysis of net assets at 30th June 2021			
Net Assets	399,545	2,758,144	3,157,689
Represented by:			
Unrestricted funds	399,545	2,669,502	3,069,047
Restricted funds	-	88,642	88,642

The parish of St Mary's had, at the time of combination, restricted funds of £88,642, which were principally relating to the restoration of the organ at St Mary's Church. All other funds previously classified as unrestricted in both parent charities have continued to be classified as unrestricted designated funds in the combined entity.

Independent examiner's report to the Trustees of The Parish of Moseley, Parochial Church Council

I report to the trustees on my examination of the accounts of the Parish of Moseley, Parochial Church Council for the year ended 31st December 2021.

Responsibilities and basis of report

As the charity trustees of the Trust 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 Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.


Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust 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.

Signed:



Name: Deidre A Mattison, MA ACA

Chartered Accountant

Address: 22 April Croft, Moseley, Birmingham, B13 9HP

Date:

