

# **THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF WHICKHAM**

**(St. Mary the Virgin, Whickham)**

**Registered Charity Number 1132270**



## **Annual Report Including Financial Statements Year ended 31<sup>st</sup> December 2022**

The Parochial Church Council (PCC) presents its annual report for the year ended 31st December 2022, which includes the financial statements for that year.

Copies of this report/financial statements are submitted to both the Durham Diocese and the Charity Commission in order to meet regulatory requirements.

## **REFERENCE AND ADMINISTRATIVE INFORMATION**

St Mary the Virgin Church is situated in Whickham town centre. We are an Anglican Parish Church in the Gateshead West Deanery of the Diocese of Durham.

Our correspondence address is:

The Parish Office  
St Mary's Centre  
Church Chare  
Whickham  
Newcastle upon Tyne  
NE16 4SH

On 22 October 2009 St Mary's was entered in the Central Register of Charities under Charity Registration Number 1132270. Prior to this date the Church was a charity excepted by statutory instrument from registration with the Charity Commission.

### **Main Bankers:**

Barclays Bank PLC  
Leicester  
LE87 2BB

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

The method of appointment of PCC members is set out in the Church Representation Rules. At St Mary's the membership of the PCC consists of the incumbent (The Rector), two churchwardens, diocesan synod members, deanery synod members and members elected by those members of the congregation who are on the electoral roll of the church. All those who attend our services and members of the congregation are encouraged to register on the Electoral Roll and stand for election to the PCC.

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

Given its wide responsibilities the PCC operates a number of committees, each dealing with particular aspects of parish life. These committees, which include Finance and Standing, Church Life and Events, and Buildings and Centre Management are all responsible to the PCC and report back to it regularly when their recommendations are discussed and agreed upon as appropriate.

## **Membership of the PCC during 2022:**

<b>Ex Officio members:</b>	<b>Incumbent:</b>	The Reverend Barry J Abbott (Chairman)
	<b>Church Wardens:</b>	Joan Porteous Ann Wilson
	<b>Diocesan Synod:</b>	Susan Lister (PCC Secretary)
	<b>Deanery Synod:</b>	Jill Abbott Brian Gregory Joan Smith Dorothy Clasper left April 2022 Carole Dixon left April 2022 William Heslop Diana Wright Ian Newton (PCC Treasurer) Katherine Walton left April 2022 Margaret Wood Brian Wilson elected January 2022
<b>PCC Elected members:</b>		

## **AIMS AND PURPOSES**

St Mary's Parochial Church Council [PCC] has a responsibility of co-operating with the incumbent, the Reverend Barry Joseph Abbott, in promoting within the ecclesiastical parish the whole mission of the Church, encompassing pastoral, evangelistic, social and ecumenical practice.

## **OBJECTIVES**

The PCC is committed to serving all in the community and enabling as many people as possible to worship at our church and to become part of our parish community at St Mary's. The PCC maintains an overview of worship throughout the parish and makes suggestions on how services can involve the many groups that live within our parish. Our services and worship put faith into practice through prayer and scripture, music and sacrament.

To facilitate this work it is important that we maintain the fabric of the church of St Mary the Virgin and the St Mary's Centre buildings.

## **PUBLIC BENEFIT**

When planning our activities for the year, the incumbent and the PCC have considered the Charity Commission guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion;

- offering people the opportunity to gather together for worship, prayer and teaching at a range of services and meetings throughout the week;
- providing pastoral care in a variety of ways e.g. visiting the sick, supporting those with special needs, providing help and advice in times of joy [marriage and baptism] or sadness [bereavement];
- offering programmes of teaching to young people in conjunction with relevant events and activities;
- promoting and supporting partnerships with churches, organisations and people involved in the faith, love and hope of Christ in action at home and abroad;

- providing accommodation and facilities for the use of voluntary organisations within the locality;
- participate actively in local events and voluntary work within our community.

## **RISK MANAGEMENT**

The PCC recognises its responsibility for identifying and managing risk.

*FINANCIAL* - As with many charitable organisations, the majority of the PCC's income is the result of voluntary giving, the vast majority of this coming from the generous and committed giving of St Mary's congregation. It is recognised that church membership and the associated giving fluctuates year by year, and the PCC monitors main areas of income and expenditure through monthly budget reports and regular updates by the Treasurer at each formal PCC meeting. The pandemic significantly impacted on income levels since March 2020 which are only now beginning to recover, where necessary expenditure has been reduced accordingly and available grants claimed.

The handling of cash is normally subject to dual control procedures where practicable with the objective of minimising potential loss or fraud. However due to the impact of the coronavirus pandemic with its significant reduction in actual income received, the closure of the parish office, and the need for social distancing normal counting and banking arrangements have been temporarily suspended and alternative arrangements have been put in place. The PCC's bank accounts require that two authorised signatories sign each cheque and authorise any standing orders, direct debit mandates, or on-line electronic payments. Bank debit/credit cards are used as authorised by the PCC.

The PCC's financial transactions are recorded on a specialised church accounting software system which includes full audit trail.

As required by charity regulations the annual report and financial statements together supporting working papers are examined each year by an Independent Examiner.

*RESERVES POLICY* – See Note 12 to the Financial Statements for details.

*MAINTENANCE* – Essential maintenance and repair work to the church and PCC property has been carried out throughout the year. All annual inspections in respect of safety, electrical and security requirements have been undertaken as required.

*SAFEGUARDING* –The health, safety and protection of children and young people is regarded as being of paramount importance. Formal policy and procedures are in operation within the parish in line with Diocesan guidelines.

*INSURANCE* – the PCC maintains comprehensive insurance cover in respect of the Church and St Mary's Centre and associated activities. The relevant certificates and safety notices are displayed as required.

## **CHAIRMAN'S ANNUAL REPORT**

Once again, I find myself feeling thankful for the work and understanding shown by you, our members, the PCC and Committees. Your work and commitment is appreciated by all, both in and beyond, the church. It has been good to have our church activities restored following lockdowns and restrictions.

That said, although we have seen many members coming back to worship, our congregation numbers have not reached pre-Covid levels and similarly many users have not returned to our Centre. The PCC have formed a pastoral team who are contacting friends we've yet to see return, and are beginning to think of ways of promoting the Centre throughout our Community. I would ask members to actively encourage/invite our friends to return. Reduced numbers in Church and Centre are adversely affecting our financial capabilities to cope in the areas of ministry, mission and upkeep.

Our occasional offices are increasing steadily, with bookings of Baptisms & Weddings running into next year. Funerals remain high. Schools continue to include us in their celebrations and events. We are viewed as supportive and relevant to our community. And we are pleased to have had Margaret Wood Licensed as a Reader to the Parish and Anne Robertson doing so well in her ordination training.

However, it remains quite clear to the PCC, that we are in a time of re-building and re-growing our congregation. I ask your continued support in this tough time, through worship, prayer and the encouragement of others.

**The Revd. Barry Abbott**  
**Rector of Whickham**  
**Chairman of the Parochial Church Council**

## **TREASURER'S REPORT**

This Annual Report, which includes the Financial Statements, is produced to comply with the appropriate financial, charity, and church accounting regulations; and is subject to independent examination by a suitably qualified person. Copies of this Annual Report including the report of the independent examiner are sent to the Charity Commission and the Durham Diocese each year in line with regulatory requirements.

The coronavirus pandemic has severely limited PCC activities since March 2020 but these are gradually reopening although there was still a significant ongoing impact on the PCC's financial position for 2022 which makes the normal year to year comparisons impractical. Perversely the actual reopening of activities can adversely impact on the financial position e.g. St Mary's Centre has been particularly badly affected as costs of re-opening have not seen a commensurate recovery of rental income which led to a deficit for the year of £5,037. In addition the energy crisis, high inflation, and adverse economic conditions have also impacted PCC activities during 2022 and continue into 2023.

The PCC is fortunate that significant numbers of planned giving donations are made by standing order as this has provided a steady source of regular income to the church throughout the year.

For expenditure, all reasonable steps were taken to reduce expenses, for example claiming for various grants [see Note 13] and reducing other commitments. The largest single item of expenditure was the Parish Share at £55,000; this included an additional contribution of £15,000 which the parish felt able to give despite the problems of cost of living crisis, rising inflation, energy costs, and the residual effects of Covid.

There was a surplus of £ 3,610 on the day to day operating activities of the General Fund. However there was a deficit of £5,246 on Designated funds leading to an overall net loss on income and expenditure of £1,637. In addition the market value of investments fell due to the depressed economic climate [see Note 5].


For 2023 there is a slightly increased annual General Fund operational budget for day to day activities of £91,450 [£89,000 in 2022]. This figure reflects an expected increase in recurring income levels although this is offset by increasing costs. The ongoing uncertainties arising from the current national economic position make it extremely difficult to plan with any total degree of accuracy although it is hoped that there will be a continued return to some level of "normality" during 2023. With regard to the Centre, rentals are being increased and new customers are being sort. The Parish Share contribution from the annual budget for 2023 is maintained at the same level as the underlying rate for 2022 i.e.£40,000.

The PCC is confident that the charity can continue to operate as a going concern based on the current financial position throughout 2023. The PCC continues to review the financial position on a regular basis to ensure ongoing sustainability of parish finances.

**Ian Newton**  
**Treasurer of the Parochial Church Council**

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**Annual Report approved by the PCC at the meeting of 6<sup>th</sup> March 2023 and signed on behalf of the PCC by;**

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**Chairman**

**Dated: 6<sup>th</sup> March 2023**

**THE PAROCHIAL CHURCH COUNCIL OF THE  
ECCLESIASTICAL PARISH OF WHICKHAM**

**(St. Mary the Virgin, Whickham)**

**Registered Charity Number 1132270**

**Financial Statements**

**Year ended 31<sup>st</sup> December 2022**

**Statement of Financial Activities**  
**For the period from 01 January 2022 to 31 December 2022**

	Unrestricted funds	Designated funds	2022 Total funds	Prior year Total Funds
<b>Income from [note 2]:</b>				
Donations and legacies	72,265	931	73,196	71,648
Income from charitable activities	9,090	17,133	26,223	13,306
Other trading activities	2,780	—	2,780	647
Investments	11,499	585	12,084	11,581
Other income	2,745	1,515	4,260	16,783
<b>Total income</b>	<b>98,380</b>	<b>20,164</b>	<b>118,543</b>	<b>113,965</b>
<b>Expenditure on [note 3]:</b>				
Raising funds	133	—	133	—
Expenditure on charitable activities	94,637	25,410	120,047	122,568
Other expenditure	—	—	—	—
<b>Total expenditure</b>	<b>94,770</b>	<b>25,410</b>	<b>120,180</b>	<b>122,568</b>
<b>Net income / (expenditure) for the reporting period before investment gains/(losses)</b>	<b>3,610</b>	<b>(5,246)</b>	<b>(1,637)</b>	<b>(8,603)</b>
Gains / losses on investment assets [Note 5]	(8,983)	—	(8,983)	4,286
<b>Net income / (expenditure) resources after investment gains/(losses)</b>	<b>(5,373)</b>	<b>(5,246)</b>	<b>(10,619)</b>	<b>(4,317)</b>
<b>Transfers</b>				
Gross transfers between funds - in	—	431	431	10,000
Gross transfers between funds - out	(431)	—	(431)	(10,000)
<b>Other recognised gains / losses</b>				
Gains on revaluation, fixed assets, charity's own use [Note 4]	151,879	—	151,879	107,069
<b>Net movement in funds</b>	<b>146,075</b>	<b>(4,816)</b>	<b>141,260</b>	<b>102,752</b>
<b>Reconciliation of funds</b>				
<b>Total funds brought forward</b>	<b>2,194,970</b>	<b>95,492</b>	<b>2,290,462</b>	<b>2,187,710</b>
<b>Total funds carried forward</b>	<b>2,341,046</b>	<b>90,676</b>	<b>2,431,722</b>	<b>2,290,462</b>
<b>Represented by</b>				
Unrestricted				
General fund	2,341,046	—	2,341,046	2,194,970
Designated				
All Under One Roof Fund	—	78,125	78,125	77,606
Flower Fund	—	2,438	2,438	2,734
Play and Praise Fund	—	—	—	—
Rector's and Church Wardens' Fund	—	17	17	17
St Mary's Centre Fund	—	10,097	10,097	15,134
<b>Grand Total of Funds</b>	<b>2,341,046</b>	<b>90,676</b>	<b>2,431,722</b>	<b>2,290,462</b>



The Parochial Church Council of the Ecclesiastical Parish of Whickham - 1132270

Balance sheet  
As at: 31 December 2022

	General Fund	Designated Funds	At 31/12/2022 £	At 31/12/2021 £
<b>Fixed assets</b>				
Tangible assets [Note 4]	2,274,531	—	2,274,531	2,123,699
Investments [Note 5]	57,761	—	57,761	66,744
<b>Fixed assets</b>	<b>2,332,292</b>	<b>—</b>	<b>2,332,292</b>	<b>2,190,443</b>
<b>Current assets</b>				
Debtors [Note 6]	5,623	45	5,668	6,606
Cash at bank and in hand [Note 7]	21,611	95,718	117,329	120,394
<b>Current assets</b>	<b>27,234</b>	<b>95,763</b>	<b>122,997</b>	<b>127,000</b>
<b>Liabilities</b>				
Creditors: Amounts falling due in one year [Note 8]	17,631	5,087	22,718	25,880
<b>Net current assets less current liabilities</b>	<b>9,604</b>	<b>90,676</b>	<b>100,280</b>	<b>101,119</b>
<b>Total assets less current liabilities</b>	<b>2,341,896</b>	<b>90,676</b>	<b>2,432,572</b>	<b>2,291,562</b>
<b>Liabilities</b>				
Creditors: Falling due after more than one year [Note 9]	850	—	850	1,100
<b>Total net assets less liabilities</b>	<b>2,341,046</b>	<b>90,676</b>	<b>2,431,722</b>	<b>2,290,462</b>
<b>Represented by</b>				
<b>Unrestricted</b>				
Unrestricted - General fund	2,341,046	—	2,341,046	2,194,970
<b>Designated</b>				
Designated - Play and Praise Fund	—	—	—	—
Designated - All Under One Roof Fund	—	78,125	78,125	77,606
Designated - Flower Fund	—	2,438	2,438	2,734
Designated - Rector's and Church Wardens' Fund	—	17	17	17
Designated - St Mary's Centre Fund	—	10,097	10,097	15,134
<b>Total Funds of the charity</b>	<b>2,341,046</b>	<b>90,676</b>	<b>2,431,722</b>	<b>2,290,462</b>

Approved by the PCC at the meeting held on 6<sup>th</sup> March 2023 and signed on its behalf by;

  
Chairman

  
Treasurer

## **Notes to the Financial Statements**

### **Note 1 - Accounting policies**

#### **General**

Trustees' duties are set out in the Charities Act 2011 and Charity Trustee Act 1993. These Acts impose a duty on the trustees to direct the affairs of the charity, ensure that it is solvent, ensure that proper accurate accounting records are kept, and that statements of account which adhere to the charity law and accounting regulations are prepared in respect of each financial year.

These financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards. The current applicable Statement of Recommended Practice for Financial Reporting in Charities is FRS 102. Under the provisions of FRS 102, the PCC is not classified as a larger charity [i.e. annual gross income in excess of £500K] and therefore is not required to produce a Statement of Cash Flows.

The financial statements have been prepared under the historical cost convention except for freehold property, which is shown at insured value; and the valuation of investment assets, for which market value is used.

#### **Funds**

Unrestricted funds represent those funds of the PCC that are not subject to any restrictions regarding their use and are available for application on the general purposes of the PCC. Designated funds are those which have been nominally allocated for a particular purpose by the PCC but which can be applied to other general purposes if required and are therefore also classed as unrestricted. The charity has no restricted or endowment funds.

The financial statements include all transactions, assets and liabilities for which the PCC itself is responsible in law. They do not include the financial statements of church groups that owe their main affiliation to another body, nor those that are informal gatherings of church members.

#### **Incoming resources**

Voluntary income and collections are recognised when received by or on behalf of the PCC.

Planned giving donations receivable under Gift Aid are recognised only when received; tax recoverable on Gift Aid donations is recognised in the same year in which the donations are received.

Grants and legacies to the PCC are accounted for as soon as the PCC is notified of its legal entitlement, the amount due is quantifiable and its ultimate receipt by the PCC is reasonably certain.

Funds raised by fête, garden party and similar events are normally accounted for when received and shown gross where that information is available. Sales of books are accounted for gross.

Rental income from the letting of PCC premises is recognised when the rental is due.

Investment income is accounted for when due and payable.

## **Gains and losses on investments**

Realised gains or losses are recognised when investments are sold.

Unrealised gains or losses are accounted for on revaluation of investments using the latest market valuation available as at 31 December.

## **Resources used**

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

The diocesan parish share is accounted for when due. Any parish share that is unpaid at 31 December would be provided for in these financial statements as an operational (though not a legal) liability and would be shown as a creditor in the balance sheet.

## **Fixed assets**

Consecrated and benefice property of any kind is excluded from the financial statements in accordance with s.10 (2)(a) of the Charities Act 2011.

PCC freehold property which consists of the two Halls and 7a Coalway Drive is shown at latest insured value. Land on Park Drive which is occupied by the Scout building is shown at a nominal value of £1.

The piano has been depreciated as indicated in Note 4.

Individual assets purchased with a value of £2,500 or less are charged direct to expenditure rather than being included in the balance sheet.

Investments are valued at market value at 31 December or the latest valuation available

## **Current assets**

Amounts owing to the PCC at 31 December in respect of fees, rents or other income are shown as debtors less provision for amounts that are considered non-collectable.

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

## **Current liabilities**

All known liabilities for which the PCC is responsible in law up to 31 December 2022 are included in the accounts.

	Unrestricted	Designated	Total This year	Last year
	£	£	£	£
<b>Note 2 – Analysis of Income</b>				
<i>Donations and legacies</i>				
0101 - Planned giving - standing orders	38,671	—	38,671	37,943
0110 - Planned giving - other	8,682	—	8,682	10,806
0301 - Loose plate collections	10,310	—	10,310	4,893
0550 - Donations, appeals, etc.	1,788	112	1,900	3,191
0561 - Donations - AUOR	—	—	—	1,000
0565 - Donations - candles	360	—	360	—
0565 - Donations - Play and Praise	—	819	819	397
0601 - Tax recoverable on Gift Aid	12,454	—	12,454	11,418
0701 - Legacies -AUOR	—	—	—	2,000
<i>Donations and legacies Totals</i>	72,265	931	73,196	71,648
<i>Income from charitable activities</i>				
1101 - Fees for Weddings retained by PCC	2,203	—	2,203	2,368
1105 - Fees for Funerals retained by PCC	3,841	—	3,841	4,415
1220 - Bookstall sales	—	—	—	21
1240 - St Mary's Centre rentals	—	16,651	16,651	6,071
1260 - Parish magazine - Sales income	3,021	—	3,021	52
1270 - Flower fund income	—	420	420	349
1335 - Misc income	25	62	87	30
<i>Income from charitable activities Totals</i>	9,090	17,133	26,223	13,306
<i>Other trading activities</i>				
0910 - Fund Raising	2,758	—	2,758	647
0940 - Parish Breakfast	23	—	23	—
<i>Other trading activities Totals</i>	2,780	—	2,780	647
<i>Investments</i>				
1020 - Investment income received	1,299	67	1,366	1,306
1021 - Interest Received -AUOR	—	518	518	75
1030 - Rent from lands or buildings	10,200	—	10,200	10,200
<i>Investments Totals</i>	11,499	585	12,084	11,581
<i>Other income</i>				
0801 - Government and Other Grants	2,745	1,515	4,260	16,783
<i>Other income Totals</i>	2,745	1,515	4,260	16,783
<b>Income Grand Totals</b>	<b>98,380</b>	<b>20,164</b>	<b>118,543</b>	<b>113,965</b>

## Note 3 – Analysis of Expenditure

<i>Raising funds</i>	£	£	£	£
1725 - Planned giving envelopes	133	—	133	—
<b><i>Raising funds Totals</i></b>	<b>133</b>	<b>—</b>	<b>133</b>	<b>—</b>
<b><i>Expenditure on charitable activities</i></b>				
1910 - Parish Share - Diocese	40,000	—	40,000	40,000
1912 - Parish Share [Add. Contr.] - Diocese	15,000	—	15,000	10,000
1925 - Parish Subscription - PMC – Diocese	—	—	—	350
2001 - Pastoral Assistant costs	300	—	300	300
2010 - Verger	1,726	—	1,726	1,636
2015 - Choir master/organists	2,262	—	2,262	2,242
2056 - Centre Assistant	6,231	6,231	12,462	8,507
2060 - Centre cleaner	—	3,901	3,901	3,097
2061 - Church Cleaner	1,463	—	1,463	1,386
2062 - Centre Gardener	—	488	488	462
2063 - Handyman	489	975	1,464	1,387
2070 - Play and Praise Leader	—	1,170	1,170	1,170
2101 - Working expenses of rector	3,000	—	3,000	3,000
2130 - Rectory expenses	4,727	—	4,727	4,916
2135 - St Mary's House expenses	528	—	528	563
2136 - St Mary's House - repairs	11	—	11	2,706
2170 - Education - clergy and assistants	440	—	440	100
2205 - Children and youth activities	80	—	80	88
2207 - Play and praise activities	—	79	79	—
2210 - Church Life	272	—	272	738
2320 - Organ/piano repairs	384	—	384	300
2322 - Music, licences and choir sundries	552	73	625	558
2325 - Altar Requisites	815	—	815	377
2330 - Church maintenance	1,816	—	1,816	9,480
2355 - Sundry expenses	403	—	403	25
2358 - Sundry expenses - DBS checks	62	—	62	—
2360 - Administration – postage, stationery, etc.	768	—	768	657
2361 - Administration – Telecoms	833	—	833	788
2362 - Administration – computer s/ware/licence	158	—	158	308
2364 - Administration – photocopier usage	203	—	203	165
2367 - Administration - Bank charges	494	—	494	459
2370 - Visiting speakers / locums	—	—	—	31
2440 - Church running - heating, light & water	5,181	—	5,181	6,205
2450 - Church - Insurance	3,503	—	3,503	3,476
2501 - Magazine expenses	1,889	—	1,889	—
2515 - Flowers	—	717	717	515
2530 - Hall running - electricity	—	2,560	2,560	1,103
2540 - Hall running - gas	—	3,184	3,184	1,608
2550 - Hall running - insurance	—	2,784	2,784	2,682
2560 - Hall running - maintenance	—	1,355	1,355	1,122
2570 - Hall running - telephone	—	410	410	409
2580 - Hall running - water	—	770	770	567
2585 - Hall running - equipment	—	515	515	—
2590 - Hall running - cleaning materials	—	198	198	182
2820 - Hall + major repairs - installation	—	—	—	4,204
2944 - AUOR – Crèche area repairs	—	—	—	30
2945 - AUOR - Clergy Listing	—	—	—	1,169
2948 - AUOR - All Through One Door	—	—	—	1,280
3500 - Depreciation	1,047	—	1,047	1,622
<b><i>Expenditure on charitable activities Totals</i></b>	<b>94,637</b>	<b>25,410</b>	<b>120,047</b>	<b>122,568</b>
<b>Expenditure Grand totals</b>	<b>94,770</b>	<b>25,410</b>	<b>120,180</b>	<b>122,568</b>

*There may be minor discrepancies in the totals if the pence are not being shown*

## Note 4 - Fixed assets for use by PCC

	Freehold Land and Buildings	Centre Contents	Piano	Total	Prior year
	£	£	£	£	£
Opening book value brought forward	2,122,652	0	1,046	2,123,698	2,018,251
Additions during the year	0	0	0	0	0
Revaluation increase (decrease) during the year	151,879	0	0	151,879	107,069
Depreciation charged for the year	0	0	(1,046)	(1,046)	(1,622)
Closing book value carried forward	2,274,531	0	0	2,274,531	2,123,698

The freehold land and buildings comprise the house at 7a Coalway Drive, and the two halls known as St Mary's Centre located at Church Chare. A direct commercial valuation is difficult; therefore the PCC includes these assets at insured value. A revaluation is carried out periodically by the insurer's specialist staff with inflation indexation applied in years where no valuation takes place. The PCC also own the freehold land in Park Drive on which the Scout Hut [Heron House] is built; this is included at a nominal value of £1. As the freehold land and buildings are considered to have a very long remaining useful life no depreciation has been charged on those assets.

The Centre contents have largely been in use for many years and have a low recoverable value, therefore impairment was applied in 2015, and the resultant reduced residual value of £11,271 has been depreciated at the rate of 20% per annum on a straight line basis. This asset has now been fully depreciated with the final depreciation being charged in 2019.

A piano was purchased midway through 2015. Musical instruments are generally considered to have a life [for depreciation purposes] of approximately 7 years. Therefore depreciation at the rate of 14% on a straight line basis will be applied to this asset cost of £11,590 – this was £1,046 in 2022 (£1,622 in 2021); this asset has now been fully depreciated in 2022

The Church, the Rectory, and the churchyard are not vested with the PCC and are not therefore included as assets in these accounts.

## Note 5 – Investments

	Cost	Current Value #	Prior year
	£	£	£
BlackRock Charities UK Bond Fund A Income [1218.09]*	2,156	1,731	2,242
BlackRock Charities UK Bond Fund A Accumulation [211.578]*	5,000	8,897	11,135
M&G Charibond Income shares [9597]*	10,000	10,395	11,719
CCLA Charinco Official Investment Fund [478]*	484	8,675	9,831
CCLA CBF Income Shares [947.64]*	10,000	19,565	22,192
DDBF/CCLA CBF Turnbull Trust [281.59]	1,000	5,814	6,585
DDBF/CCLA CBF Parochial School [130]	255	2,684	3,040
<b>Total</b>	28,895	57,761	66,744
Less prior year valuation		(66,744)	(62,458)
<b>Annual Gain(Loss)</b>		(8,983)	4,286

# - Valuation is as at 31<sup>st</sup> December 2022 market value or latest valuation available at that time

\* - Uncommitted – re Note12

Due to current national and worldwide economic position the book valuation of all investments has fallen this year.

## Note 6 – Debtors

	Unrestricted	Designated	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Income Tax – Gift Aid	2,626	0	2,626	2,666
Centre	1,963	45	2,008	2,829
Other	1,034	0	1,034	1,111
<b>Total</b>	<b>5,623</b>	<b>45</b>	<b>5,668</b>	<b>6,606</b>

## Note 7 – Bank/Cash in hand

	Unrestricted	Designated	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Bank – General Fund	21,482	0	21,482	19,434
Cash in Hand – General Fund	129	0	129	0
Bank/cash – AUOR fund	0	78,125	78,125	77,761
Bank/cash – Centre fund	0	15,139	15,139	20,465
Bank/cash – other funds	0	2,454	2,454	2,737
<b>Total</b>	<b>21,611</b>	<b>95,718</b>	<b>117,329</b>	<b>120,394</b>

## Note 8 – Creditors

	Unrestricted	Designated	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Wedding deposits/prepaid fees for 2022	2,200	0	2,200	1,950
Maintenance/works provision	9,859	0	9,859	13,670
Centre	0	5,087	5,087	6,081
AUOR	0	0	0	0
Other	5,572	0	5,572	1,179
<b>Total</b>	<b>17,631</b>	<b>5,087</b>	<b>22,718</b>	<b>25,880</b>

## Note 9 – Long Term Creditors/Prepayments

	Unrestricted	Designated	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Prepaid wedding deposits over 12 months	0	0	0	250
Deposit – 7a Coalway Drive	850	0	850	850
<b>Total</b>	<b>850</b>	<b>0</b>	<b>850</b>	<b>1,050</b>

## Note 10 - Related Party Transactions

PCC members as Trustees have donated a total of £8,834 during the year [2021; £10,490]. The reduction is due to there being fewer PCC members in 2022.

There have been no other related party transactions agreed during the year which require reporting [None in 2021].

## Note 11 – Personnel Costs

	2022	2021
	£	£
Salaries and other emoluments paid	22,674	18,245
Employers National Insurance	0	0
Pensions Costs	0	0
<b>Total</b>	<b>22,674</b>	<b>18,245</b>

Number of employees in post at 31 December	5	5
Average number of employees over the year	5	5

The above salary costs for are shown gross; any recovery amounts received from the Government Job Retention Scheme ["furlough" scheme] during 2021 are shown under government grant income for that year – see Note 13 below.

There were no employees who meet the definition of "key management personnel" during the year [None in 2021].

No salary or employee benefits have been paid to Trustees in respect of their membership of the PCC [None in 2021].

The incumbent clergy's salary is paid directly by the Durham Diocese and not by the PCC and is therefore excluded from these accounts.

## Note 12 – Reserves Policy

The PCC has agreed that it would be prudent to maintain a reserve at least equivalent to 3 months approved budgeted expenditure [excluding the Parish Share] from the General Fund. For 2022 this would have equated to a reserve requirement of £12,250; actual reserve held in the form of uncommitted [see Note 5] long term investments was £49,263, a cover ratio of 4.02 [2021; 5.7]. The decrease in cover ratio is largely due to the reduction in investment market values in 2022.

## Note 13 – Grants

During 2022 the charity has received support in the form of various grants;


	General £	Designated £	Total £	2021 £
COVID-19 specific grants:				
Government Discretionary Grant [Business support via Gateshead Council]	0	0	0	10,571
Government Job Retention Scheme [Employee "furlough scheme" via HMRC]	0	0	0	5,851
Other grants:				
Church of England; Energy Support	2,561	0	2,561	0
Church of England; Warm Space	0	1,000	1,000	0
ASDA Foundation; Cost of Living/cookery	0	515	515	0
Listed Places of Worship [VAT] Scheme	<u>184</u>	<u>0</u>	<u>184</u>	<u>361</u>
TOTAL	2,745	1,515	4,260	16,783

In line with the requirements of FRS102 these grants are shown gross as income rather than netting down appropriate expenditure. The "furlough scheme" was gradually phased out during the summer of 2021 eventually terminating after 30 September 2021.

## Note 14 – Going Concern

The corona virus pandemic had a significant effect on PCC income over the past 3 years and this continues to some extent into 2023. The energy crisis, high inflation, and adverse economic conditions have also impacted during 2022 and continue into 2023. The Trustees are satisfied that despite the serious impact of these issues on the PCC finances, the charity will be able to continue on a going concern basis during 2023. Detailed cash flow forecasts are prepared by the PCC Treasurer throughout each year and the financial position is regularly reported to the PCC as part of risk management procedures.





CHARITY COMMISSION  
FOR ENGLAND AND WALES

Independent examiner's report on the  
accounts

Section AIndependent Examiner's Report

Report to the trustees/  
members of

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF  
WHICKHAM – St. Mary the Virgin Whickham

On accounts for the year  
ended

31 December 2022

Charity no1132270

Set out on pages

7-16

Responsibilities and  
basis of report

I report to the trustees on my examination of the accounts of the above charity ('the Trust') for the year ended 31/12/2021.

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

I report in respect of my examination of the 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 which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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:



For and on behalf of

Date:19/4/23

Name:

GREGORY LITTLE

Relevant professional  
qualification(s) or body  
(if any):

ICAEW

Address:

26 BRISTOL LANE WHICKHAM  
NEWCASTLE UPON TYNE  
NE16 4UF

IER

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Section B

Disclosure

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of  
any items that the  
examiner wishes to  
disclose.

No disclosure required

IER

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