

Charity Number: 1132444



**HEXHAM ABBEY**  
HERITAGE • WORSHIP • COMMUNITY

**THE PAROCHIAL CHURCH COUNCIL OF THE  
ECCLESIASTICAL PARISH OF HEXHAM ABBEY**

**REPORT OF THE MEMBERS OF THE PCC AND  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

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## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **1. Reference and Administrative Details of the Charity, its Members and Advisors**

#### **PCC Membership**

##### **Incumbent:**

The Rev'd David Glover

##### **Assistant Curates:**

The Rev'd Elaine Ryder (from 12th April 2021)

The Rev'd Henry Hope (from 3rd July 2021)

##### **PCC Lay Chair:**

Mrs Helen Milner MBE

#### **Churchwardens**

Mr Richard Snow (until APCM 2021)

Mrs Rachael Haywood Smith (re-elected APCM 2021)

Mrs Jane Pikett (re-elected at APCM 2021)

Mrs Helen Milner MBE (re-elected APCM 2021)

Mr Richard Thornton (re-elected APCM 2021)

Mr Malcolm Thompson (elected APCM 2021)

#### **Representatives on Hexham Deanery Synod (serving a three-year term, 2020-2023)**

Mrs June Olliver (re-elected APCM 2020)

Ms Carol Wilson (re-elected APCM 2020)

Mr John Mitchell (elected APCM 2020)

Mrs Linda Rowell (elected APCM 2021)

#### **Elected Members:**

Mrs Jill Hughes (until APCM 2021)

Mr Tony May (re-elected APCM 2021)

Ms Lynne Thomson (re-elected APCM 2021)

Mr Malcolm Thompson (until APCM 2021 when he became Churchwarden)

Mr Peter Cockerill – Hon Treasurer (until APCM 2021)

Mr William Tyson (re-elected at APCM 2020)

Mrs Frances Stride - PCC Secretary (elected at APCM 2020)

Mrs Fiona Fannon (elected at APCM 2020)

Mrs Vivien Drydon (elected at APCM 2021)

Mrs Caroline Jackson (co-opted at APCM 2021)

#### **Charity registered number**

1132444

## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **1. Reference and Administrative Details of the Charity, its Members and Advisors (contd)**

#### **Principal Office**

Hexham Abbey Parish Centre  
Beaumont Street  
Hexham  
Northumberland  
NE46 3NB

#### **Independent Auditor**

Dodd & Co Limited  
FIFTEEN Rosehill  
Montgomery Way  
Rosehill Estate  
CARLISLE  
CA1 2RW

#### **Bankers**

Barclays Bank plc  
Priestpople  
Hexham  
Northumberland  
NE46 1PE

CAF Bank Limited  
25 Kings Hill Avenue  
Kings Hill  
WEST MALLING  
Kent  
ME19 4JQ

#### **Incumbent**

The Revd David Glover



## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **2. Report to the PCC Members for the Year Ended 31 December 2021**

The Parochial Church Council (the PCC) submits its annual report and the audited financial statements of the Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey (the charity) for the year ended 31 December 2021. The PCC confirms that the annual report and financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and 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 published on 16 July 2014.

The financial statements of Hexham Abbey Trading Ltd, as a subsidiary undertaking, are consolidated into the PCC's accounts in accordance with the provisions of the SORP.

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

#### **Constitution**

The PCC is a corporate body established by the Church of England. The PCC operates under the Parochial Church Councils (Powers) Measure 1956 as amended. Having annual gross income of over £100,000, the PCC is, as required, registered with the Charity Commission.

The principal object of the charity is the promotion of the gospel of Jesus Christ according to the doctrines and practices of the Church of England and through service to the wider community.

#### **Method of appointment or election of members**

The appointment of PCC members is governed and set out in the Church Representation Rules. The PCC comprises 17 members (3 clergy, 5 Churchwardens, 4 Deanery Synod Representatives, 6 elected members and 1 co-opted member).

#### **Policies adopted for the induction and training of members**

New PCC members are given a copy of the PCC's policies, told about diocesan training events, and are supported in their understanding of the work of the PCC by the Rector and Lay Chair. Every new PCC member undergoes a DBS check and Safeguarding training.

#### **Organisational structure and decision making**

The PCC has an agreed governance policy detailing where decisions can be made by sub-committees, Standing Committee, PCC or the Rector. The day to day management of the Abbey is delegated to the Standing Committee.

Sub-committees work under the vision and mission of the Abbey and the overall direction of the Rector, Churchwardens and PCC. They undertake areas of work on the PCC's behalf and report back to the PCC to whom they are responsible. The chair and members of each sub-committee are appointed by the PCC. The sub-committees can co-opt additional members for specific tasks during the course of the year. Each sub-committee has at least one member of the PCC.

In 2021, in addition to the Standing Committee, the PCC had the following 2 sub-committees: Property Committee and Safeguarding Committee. In addition, the PCC had the following working groups: Music in the Abbey, Christmas Fair Group and Conservation Advisory Group.

The PCC is the sole shareholder of Hexham Abbey Trading Ltd (HATL), a company which is responsible for the operation of the refectory cafe and the letting of rooms in the Priory Buildings, as well as the Abbey Shop, which it manages in its existing premises alongside the Abbey. It operates on a commercial basis and makes qualifying charitable donations to the PCC equivalent to its entire net profit, thus reducing its corporation tax liability to nil.

## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **2. Report to the PCC Members for the Year Ended 31 December 2021 (contd)**

#### **Risk management**

An analysis of existing controls to minimise the major risks to which the PCC is exposed has been undertaken and controls are reviewed on a regular basis.

#### **OBJECTIVES AND ACTIVITIES**

##### **Policies and objectives**

The PCC works with the incumbent, the Rev'd David Glover in promoting in the ecclesiastical parish the whole mission of the Church, pastoral, evangelistic, social and ecumenical.

It is committed to enabling as many people as possible to worship at Hexham Abbey and to become part of the church community. During the Covid-19 pandemic it was committed to ensuring the provision of on-line worship when in person worship was not possible. The PCC has contact, through its database, with many more individuals who see themselves as connected with the life of the Abbey and it keeps in regular contact with them. The PCC maintains an overview of worship at the Abbey and makes suggestions about how services and outreach serve the needs of people who live in the parish and the wider area.

When planning its activities for the year, the PCC has considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. In particular, it tries to enable ordinary people to live out their faith as part of the Abbey's parish community through its Vision: of a world where God's love is enjoyed, celebrated and shared. And its Mission Action Plan which states that, inspired by Andrew, Wifrid and Etheldreda, we seek to grow in breadth and numbers, in faith and learning, in prayer and generosity.

To facilitate this work, the PCC maintains the fabric of the Abbey, the Parish Centre and the Priory Buildings (Carnaby Building and former Magistrates' Court Building) and adjoining land. It also employs a number of staff and enjoys the service of over one hundred and fifty volunteers.

##### **Going concern**

After making appropriate enquiries, the PCC forecasts and projections for the next twelve months show that the charity expects to continue in operational existence for that period

##### **Grant making policies**

Helping those in need is a demonstration of the Christian faith. The PCC has a policy for choosing the charities it supports, to which it gives 5% of the income it receives from planned giving.

## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **2. Report to the PCC Members for the Year Ended 31 December 2021 (contd)**

#### **Safeguarding**

On behalf of the PCC, the Safeguarding Committee keeps constantly abreast of developments in Church of England and Diocesan safeguarding policies and practices and implements them accordingly.

#### **ACHIEVEMENTS AND PERFORMANCE**

##### **Statistics 2021 (2020)**

- 247 (247) people on the Church Electoral Roll
- 150 (0) communicants on Easter Eve and Easter Day
- 279 (0) total attending services on Easter Eve and Easter Day
- 967 (746) at special Advent services for congregation and local community
- 145 (0) at special Advent services for schools or civic organisations
- 221 (183) communicants on Christmas Eve and Christmas Day
- 519 (381) total attending services on Christmas Eve and Christmas Day
- 11 (4) baptisms conducted
- 7 (1) couples married in church
- 59 (32) funerals were conducted, of which 34 (16) were held in the Abbey
- 0 (0) adults and 0 (0) young persons were confirmed

All numbers (except the Electoral Roll) have continued to be affected by Covid-19, which caused very significant disruption to Church life especially from 1 January 2021 to Palm Sunday 2021 when the church was closed for worship.

In October the average attendance in church, each week, for all regular services was 191 adults and 44 children. In addition to this approximately 30 people joined in October on-line services.

During lockdown (January 1st - Palm Sunday 2021) when the Abbey closed for worship approximately 130 people joined in Zoom worship each Sunday and about 38 people participating each Wednesday. About 60 people joined the on-line Lent Course during the 5 weeks of Lent.

#### **Review of activities**

Due to the Covid-19 pandemic the Abbey's activities continued to be disrupted during 2021. However, an ever increasing number of activities and events began to return although there was some further disruption to activities with the onset of the Omicron variant from mid November until the end of the year. Hexham Abbey's mission is promoted through the work of the PCC and its sub-committees, the ongoing life of the Church, and with the support of the Abbey's staff team. There are also many people who volunteer to undertake many different and varied tasks to support the life, mission and ministry of the Abbey, for which the PCC is very grateful.

#### **Music**

Under the leadership of Michael Haynes, Director of Music, music has continued to flourish in the Abbey despite Covid-19 restrictions. Live Choral music was not permitted until Palm Sunday 2021 but the choirs were able to rehearse on-line and produced online recordings for the benefit of Zoom services. From Easter 2021 the full choral programme began to return, with some adjustments to ensure COVID security. The choirs have undergone some restructuring and music remains a very strong and vital part of Abbey life. As well as its huge contribution to Sunday morning and evening worship the Choir has returned to singing Evensong twice weekly in term-time and has contributed to a number of other significant events including 4 Christmas Carol Services. The Verger, Louise Weaver, and the curate, The Rev'd Henry Hope now offer logistical and social support to enhance the welfare and overall experience of the children in the choir. The PCC continues to see the supporting of music as a top priority.

#### **Young People**

Due to Covid-19 almost all of our children and young people's work had to be suspended for the first 4 months of 2021. However, following the gradual easing of restrictions, Abbey Tots Praise, Messy Church and a new Sunday Morning Cloister Club began to run successfully. All are led and supported by an excellent team of volunteers with further support from the clergy. The PCC recognises this work as crucial to the mission of the Abbey and is committed to seeing it flourish. As mentioned earlier, support of the children and young people in the choir, and the development of choir social activities, has been enhanced by the PCC agreeing to increase Louise Weaver's (Verger) hours to support the choir.



## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **2. Report to the PCC Members for the Year Ended 31 December 2021 (contd)**

There have been some excellent children's holiday activities organised by Cath Newson who, alongside her work as Fundraiser, is now also the Abbey's Community Engagement Manager. This includes working with schools and developing and delivering the Abbey's offer for educational visits.

Due to the Covid restrictions no school visits to the Abbey were possible in 2021 and Clergy were unable to conduct live assemblies, with one exception. However, good links were re-established with the Sele School, Hexham First School and Hexham Middle School and the Rector delivered an on-line Christmas assembly to the Middle School. The Abbey was able to offer two Christmas Eve services for children, support Churches Together in Hexham's Nativity Trail and supported, both financially and practically, the Hexham Holiday club.

#### **Pastoral Work**

The usual pastoral support of clergy, lay ministers and Pastoral Visitors continued to be hugely affected by Covid-19 with visits not being possible to nursing homes or, in general, hospitals. An increased number of visits were possible to private homes and both the Pastoral Visiting Group and the Home Communion team were re-constituted and began to operate again. The Abbey also established a new Bereavement Team which supports a regular Memorial Service and organises a Bereavement Coffee Morning in the week following the service. The weekly Pew Sheet continues to offer excellent communication to members of the congregation and others.

#### **Local Community Outreach**

We continue to nurture supportive relationships with West Northumberland Food Bank, Northumberland Domestic Abuse Service, the Hexham Community Partnership, and other projects within the Hexham area. The PCC has been keen to forge closer relationships with the Town Council and to engage fully in shared initiatives which benefit the wider community.

The Abbey held a magnificent "On Angels' Wings" exhibition which drew huge numbers from the local community and the wider region and helped people to reflect on the Pandemic. All donations received were given to The North East Air Ambulance Service (50%) and Tynedale Hospice at Home (50%). Throughout the pandemic the PCC was keen for the Abbey to be as accessible to the community as possible. In April and May 2021 the Abbey permitted a local hotel to offer hospitality on the Cloister lawn and also supported a very successful Hexham Book Festival and a scaled down version of the Hexham Abbey Music Festival. The Abbey held 2 very effective Christmas Fairs and organised Covid safe Carol services to meet wide community need.

The Abbey continues to allocate 5% of its Planned Giving to charities. In addition to supporting the Hexham Holiday Club, the bulk of the remainder went to the following charities:

20% NDAS; 20% WERS; 20% West Northumberland Foodbank; 20% DEC Appeal for Afghanistan; 20% SEDCU.

#### **Major Grants**

In 2020 the PCC was successful in applying for a grant from the Cultural Recovery Major Works Fund for £364,389 to renew a large part of the Abbey Roof and the work on site began in the autumn 2020 and was completed in Spring 2021. The PCC was hugely grateful to the Hexham Abbey Restoration Trust which funded the remainder of the project (£187,500).

The PCC continues to be grateful to the Mercers Company both for financially supporting a Fundraising Manager, to shape a fundraising strategy and to raise money for major works identified by the Quinquennial Report, and for its regular grant which covers most of the cost of insuring the Abbey each year.

#### **Other Staff News**

We welcomed the Rev'd David Glover as our new Rector in May 2020, during the Abbey's first Institution Service via Zoom. David joined the service from the Abbey but everyone else was on line.

Auction Winstanley retired as Verger in the summer and Zoe Robinson was made redundant but

## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **2. Report to the PCC Members for the Year Ended 31 December 2021 (contd)**

The Abbey was successful in applying for a grant of £291,900 from the Cultural Recovery Fund to support the reopening and recovery of our whole site during 2021. This included a £128,000 contribution to our reserves and £163,900 towards our core costs during the recovery period.

A number of other smaller grants were received in support of Abbey activities, including music.

The PCC continues to be grateful to the Mercers Company both for financially supporting a Fundraising Manager, to shape a fundraising strategy and to raise money for major works identified by the Quinquennial Report, and for its regular grant which covers most of the cost of insuring the Abbey each year.

#### **Other developments**

In April 2021 the Abbey welcomed the Rev'd Elaine Ryder, a House for Duty Curate, who joined the Abbey in order to complete her training. In July 2021 the Abbey welcomed the Rev'd Henry Hope as a new Assistant Curate. The Rev'd Hope is living in the Parish owned house in Robson Drive, with rent being paid to the parish by the Diocese of Newcastle.

The Abbey has taken very seriously a commitment to addressing the climate change crisis and is seeking to adhere to the Church of England's policies on net zero targets.

#### **FINANCIAL REVIEW**

The accounts for the year ended 31 December 2021 have been prepared in accordance with the accounting policies set out in note 1.1 to the accounts and comply with the Charities Act 2011, Financial Reporting Standard (FRS) 102 and the Charity Commission's Statement of Recommended Practice (SORP) applicable to charities.

#### **Main Sources of Funds**

The PCC relies heavily on support, gifts and donations received from its congregation, benefactors, visitors and fundraising events for which it is deeply grateful. This year the PCC has also benefited from significant grants from the Cultural Recovery Fund to support core costs (£291,900), the Coronavirus Job Retention Scheme grants (£55,512), business grants of £80,357 received in relation to Covid-19 and grants to support specific key projects.

#### **Performance for the year**

The PCC's consolidated accounts incorporating the accounts of Hexham Abbey Trading Limited show a surplus for the year of £19,017, the main components for which was operational expenditure of £1,493,107 (£1,365,924 plus £127,183 depreciation charge) offset by grants, donations and other income of £1,512,124.

The PCC's consolidated designated funds stand at £2,696,769 which includes £2,201,878 in fixed assets. At the end of the year the PCC's general unrestricted fund stood at £301,379 and the free reserves stand at £796,270 at the year end, including designated funds.

#### **Reserves and Investment Policies**

The PCC does not intend to build up large reserves. However, it faces particular uncertainties at present, so to minimise the risk of being unable to meet all its financial obligations as they fall due, including full payment of the diocesan parish share, it aims to hold sufficient liquid general fund resources to meet one year's operating costs. Cash required for immediate use is held in current accounts with a main clearing bank. Cash not required for immediate use is held in interest-bearing accounts with either a main clearing bank or an equivalent institution. The PCC has taken action to reduce its exposure to risk so that, as far as possible, deposits are guaranteed under the Financial Services Compensation Scheme.

The PCC's ethical investment policy guides all investment decisions.

## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **2. Report to the PCC Members for the Year Ended 31 December 2021 (contd)**

#### **STATEMENT OF PCC's RESPONSIBILITIES**

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting 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 group will continue in operation.

The Members are responsible for keeping proper accounting records that are sufficient to show and explain the charity and the group's transactions and disclose with reasonable accuracy at any time the financial position of the group and enable them to ensure that the financial statements comply with the Charities Act 2011 and the Church Representation Rules as amended. The Members are also responsible for safeguarding the assets of the charity and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

This report was approved by the PCC on 24th April 2022 and signed on their behalf by:



The Rev'd David Glover  
Chaplain to the Queen  
Rector of Hexham Abbey



## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **Independent Auditor's Report to the Members of the Ecclesiastical**

**Parish of Hexham Abbey for the year ended 31 December 2021**

#### **Opinion**

We have audited the financial statements of The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey (the "Charity") for the year ended 31 December 2021 which comprise Consolidated Statement of Financial Activities, including income and expenditure account, Charity Statement of Financial Activities, Consolidated Balance Sheet, Charity Balance Sheet, Consolidated Cash Flow Statement and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and parent charity's affairs as at 31 December 2021 and of the group's incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out in note [1] to the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

#### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **Independent Auditor's Report to the Members of the Ecclesiastical Parish of Hexham Abbey for the year ended 31 December 2021**

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us;
- the financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made; or we have not obtained all the information and explanations necessary for the purposes of our audit.

#### **Responsibilities of the trustees**

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

#### **Our responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [[www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities)]. This description forms part of our auditor's report.

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion. In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the industry and sector, control environment and business performance including the design of the charity's remuneration policies, key drivers for directors' remuneration, bonus levels and performance targets;
- results of our enquiries of management about their own identification and assessment of the risks of irregularities.
- any matters we identified having obtained and reviewed the charity's documentation of their policies and procedures relating to:
  - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
  - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected



## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **Independent Auditor's Report to the Members of the Ecclesiastical Parish of Hexham Abbey for the year ended 31 December 2021**

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud to be in relation to management override which, in common with all audits under ISAs (UK), we are required to perform specific procedures to respond to this risk.

We also obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Charities Act and pensions legislation. In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate or to avoid a material penalty. The key laws and regulations we considered in this context related to the Health and Safety Act.

As a result of performing the above, in response to the risks identified, we did not identify any key audit matters related to the potential risk of fraud or non-compliance with laws and regulations. In addition to the above, our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- enquiring of management concerning actual and potential litigation and claims;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

#### **Use of this report**

This report is made solely to the Charity's trustees, as a body, in accordance with section 151 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity's trustees as a body, for our audit work, for this report, or the opinions we have formed.



Dodd & Co Limited, Statutory Auditors  
FIFTEEN Rosehill  
Montgomery Way  
Rosehill Estate  
CARLISLE  
CA1 2RW

Date: 20 May 2022

Dodd & Co Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Consolidated Statement of Financial Activities (incorporating income and expenditure account)  
for the Year Ended 31 December 2021**

	<b>Note</b>	<b>Restricted funds 2021 £</b>	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>	<b>Total funds 2020 £</b>
<b>Income from:</b>					
Donations and Legacies	2	392,592	662,643	1,055,235	771,810
Trading Activities	3	1,885	430,054	431,939	219,697
Investments	4	-	12,723	12,723	15,379
Charitable activities	5	-	7,075	7,075	2,797
Other Income	6	1,478	3,674	5,152	3,445
<b>Total</b>		<b>395,955</b>	<b>1,116,169</b>	<b>1,512,124</b>	<b>1,013,128</b>
<b>Expenditure on:</b>					
Raising funds	3	725	389,511	390,236	330,300
Charitable activities	7	489,570	609,817	1,099,387	765,962
Other Expenditure	11	3,266	218	3,484	5,042
		<b>493,561</b>	<b>999,546</b>	<b>1,493,107</b>	<b>1,101,304</b>
<b>Net Income/(expenditure)</b>		<b>(97,606)</b>	<b>116,623</b>	<b>19,017</b>	<b>(88,176)</b>
<b>Transfers between funds</b>		<b>7</b>	<b>(7)</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>		<b>(97,599)</b>	<b>116,616</b>	<b>19,017</b>	<b>(88,176)</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward		200,419	2,881,532	3,081,951	3,170,127
<b>Total funds carried forward</b>		<b>102,820</b>	<b>2,998,148</b>	<b>3,100,968</b>	<b>3,081,951</b>

The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey

PCC Only Statement of Financial Activities (incorporating income and expenditure account)  
for the Year Ended 31 December 2021

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
<b>Income from:</b>				
Donations and Legacies	392,592	680,099	1,072,691	652,470
Trading Activities	1,885	24,388	26,273	16,840
Investments	-	12,723	12,723	15,379
Charitable activities	-	7,075	7,075	2,797
Other Income	1,478	3,674	5,152	3,445
<b>Total</b>	<b>395,955</b>	<b>727,959</b>	<b>1,123,914</b>	<b>690,931</b>
<b>Expenditure on:</b>				
Raising funds	725	2,187	2,912	7,678
Charitable activities	489,570	606,549	1,096,119	762,122
Other Expenditure	3,266	218	3,484	5,042
	<b>493,561</b>	<b>608,954</b>	<b>1,102,515</b>	<b>774,842</b>
<b>Net Income/(expenditure)</b>	<b>(97,606)</b>	<b>119,005</b>	<b>21,399</b>	<b>(83,911)</b>
<b>Extraordinary items</b>	-	-	-	-
<b>Transfers between funds</b>			-	-
<b>Net movement in funds</b>	<b>(97,606)</b>	<b>119,005</b>	<b>21,399</b>	<b>(83,911)</b>
<b>Reconciliation of funds:</b>				
Total funds brought forward	200,426	2,876,445	3,076,871	3,160,782
<b>Total funds carried forward</b>	<b>102,820</b>	<b>2,995,450</b>	<b>3,098,270</b>	<b>3,076,871</b>

The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey

Consolidated Balance Sheet  
for the Year Ended 31 December 2021

	Note	£	2021 £	£	2020 £
<b>NON-CURRENT ASSETS</b>					
Tangible assets	13		317,552		415,358
Heritage assets	14		1,609,326		1,611,445
Investments	16		275,000		275,000
			<u>2,201,878</u>		<u>2,301,803</u>
<b>CURRENT ASSETS</b>					
Stocks		27,890		35,101	
Debtors	17		50,624		123,235
Cash at bank and in hand			894,106		774,808
			<u>972,620</u>		<u>933,144</u>
<b>CREDITORS:</b> amounts falling due within one year	18		<u>(73,530)</u>		<u>(152,996)</u>
<b>NET CURRENT ASSETS</b>			<u>899,090</u>		<u>780,148</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>3,100,968</u>		<u>3,081,951</u>
<b>NET ASSETS</b>			<u><u>3,100,968</u></u>		<u><u>3,081,951</u></u>
<b>CHARITY FUNDS</b>					
Restricted funds	19		102,820		200,419
Unrestricted funds	19		2,998,148		2,881,532
<b>TOTAL FUNDS</b>			<u><u>3,100,968</u></u>		<u><u>3,081,951</u></u>

The financial statements were approved by the Members on 24 April 2022 and signed on their behalf, by:



The Rev'd David Glover

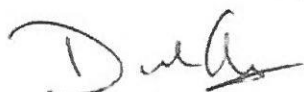
The notes on pages 17 to 37 form part of these financial statements

The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey

PCC Only Balance Sheet  
for the Year Ended 31 December 2021

	Note	£	2021 £	£	2020 £
<b>NON-CURRENT ASSETS</b>					
Tangible assets	13		315,485		410,541
Heritage assets	14		1,609,326		1,611,445
Investments	15		40,693		40,693
Investment property	16		275,000		275,000
			<u>2,240,504</u>		<u>2,337,679</u>
<b>CURRENT ASSETS</b>					
Debtors	17	247,099		197,267	
Cash at bank and in hand		<u>756,378</u>		<u>682,750</u>	
		1,003,477		880,017	
<b>CREDITORS:</b> amounts falling due within one year	18	<u>(145,711)</u>		<u>(140,825)</u>	
<b>NET CURRENT ASSETS</b>			857,766		739,192
<b>NET ASSETS</b>			<u>3,098,270</u>		<u>3,076,871</u>
<b>CHARITY FUNDS</b>					
Restricted funds	19		102,820		200,426
Unrestricted funds			2,995,450		2,876,445
<b>TOTAL FUNDS</b>			<u>3,098,270</u>		<u>3,076,871</u>

The financial statements were approved by the Members on 24 April 2022 and signed on their behalf, by:



The Rev'd David Glover

The notes on pages 17 to 37 form part of these financial statements

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Group Cash Flow Statement  
for the Year Ended 31 December 2021**

	Note	2021 £	2020 £
<b>Cash flows from operating activities:</b>			
<b>Net cash provided by (used in) operating activities</b>	25	<u>133,832</u>	<u>9,153</u>
<b>Cash flows from investing activities:</b>			
Dividends, interest and rents from investments		12,723	15,379
Purchase of property, plant and equipment		(29,376)	(1,063)
Purchase of heritage assets		2,119	2,565
<b>Net cash provided by (used in) investing activities</b>		<u>(14,534)</u>	<u>16,881</u>
<b>Change in cash and cash equivalents in the reporting period</b>		119,298	26,034
<b>Cash and cash equivalents at the beginning of the reporting period</b>		774,808	748,774
<b>Cash and cash equivalents at the end of the reporting period</b>	26	<u>894,106</u>	<u>774,808</u>

**Analysis of changes in net debt:**

	1 January 2021	Cash-flows	New finance leases	Other non- cash changes	31 December 2021
Cash	774,808	119,298	-	-	894,106
Finance lease obligations	(1,508)	1,508	-	-	-
<b>Total</b>	<u>773,300</u>	<u>120,806</u>	<u>-</u>	<u>-</u>	<u>894,106</u>

## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **Notes to the Financial Statements for the Year ended 31 December 2021**

#### **1. ACCOUNTING POLICIES**

##### **1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The accounts (financial statements) have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Statement of Financial Activities (SOFA) and Balance Sheet consolidate the financial statements of the PCC and its subsidiary undertakings.

The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

##### **1.2 FUND ACCOUNTING**

General funds are unrestricted funds which are available for use at the discretion of the Members in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Members for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

##### **1.3 INCOME**

All income is included in the Statement of Financial Activities when the charity has entitlement to the funds, probability of receipt and the amount can be measured with sufficient reliability.

For legacies, entitlement is when the legacy has been received or, if earlier, there is sufficient evidence that, in line with the SORP, it is probable that the legacy will be received and the value of the income can be measured with sufficient reliability.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Funds raised by events are accounted for gross of expenditure. Rental income from letting of church premises is accounted for on a receivable basis. Parochial fees due to the PCC for weddings, funerals etc. are accounted for on an event basis. Collections are recognised when made.

Grants are included as income when the income is received with the exception of grants to fund specific items of expenditure, where income is recognised in the period corresponding to the expenditure. Grants from the Heritage Lottery Fund are included as income when the conditions of probability, entitlement and measurability are met.

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the Financial Statements for the Year ended 31 December 2021**

**1. ACCOUNTING POLICIES**

**1.4 EXPENDITURE**

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All resources expended are inclusive of irrecoverable VAT.

The Diocesan parish share is accounted for when payable and any quota unpaid at the year end is shown as a creditor in the balance sheet.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

Terminations and redundancy payments have been accounted for on a payable basis.

**1.5 GOING CONCERN**

The Charity has considered whether the use of going concern basis is appropriate. To do this, they have considered whether there are any material uncertainties as to the Charity's ability to continue as a going concern.

Following the COVID-19 outbreak, the trustees have prepared detailed budgets to take into account the uncertainties surrounding the pandemic and its effect on their ability to operate. As a result of this review, the trustees remain confident that there are sufficient financial resources available to see the Charity through until normal operations resume and are satisfied that there are no material uncertainties about the Charity's ability to continue as a going concern.

**1.6 INVESTMENTS**

Investments are stated at market value at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluations and disposals throughout the year.

Dividends and interest are accounted for when due. Tax recoverable on such income is accrued for on the same basis.

**1.7 STOCK**

Stock is valued at the lower of cost and net realisable value.



## **The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

### **Notes to the Financial Statements for the Year ended 31 December 2021**

#### **1.8 TANGIBLE FIXED ASSETS AND DEPRECIATION**

All assets costing more than £2,500 are capitalised by the PCC. All assets costing more than £1,000 are capitalised by Hexham Abbey Trading Ltd.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property (other than heritage assets)	Not depreciated
Fixed equipment	10% straight line
Loose furniture and fittings	16.67% and 33.33% straight line
Office equipment	25% straight line
Other tangible fixed assets	2% straight line

Heritage Assets are not subject to depreciation but are subject to annual impairment review.

Consecrated and benefice properties are excluded from the financial statements in accordance with section 10 of the Charities Act 2011.

Moveable church furnishings held by the Churchwardens on special trust for the PCC and which require a faculty for disposal are treated as inalienable property. Prior to 2008, all expenditure incurred on consecrated or beneficial buildings and movable church furnishings, whether maintenance or improvement, was written off. The SORP requires all improvement costs to be capitalised. No attempt has been made in these accounts to capitalise costs incurred in previous years. This departure from the SORP is considered justifiable on the basis that the depreciated value of these costs is unlikely to be material in the context of the accounts.

No attempt has been made to value artefacts and other historic objects held by the PCC for a considerable number of years and for which information relating to their original costs is not available.

#### **1.9 INVESTMENT PROPERTIES**

Investment properties are included in the accounts at fair value. No depreciation is charged on investment properties in line with FRS 102.

#### **1.10 BASIS OF CONSOLIDATION**

The financial statements consolidate the accounts of the PCC and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

#### **1.11 OPERATING LEASES**

Leases in which substantially all the risks and rewards are retained by the lessor are classified as operating leases. Rentals payable under operating leases are charged in the Statement of Financial Activities on a straight line basis over the lease term.

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the Financial Statements for the Year ended 31 December 2021**

<b>2. DONATIONS AND LEGACIES</b>	<b>Restricted funds</b>	<b>Unrestricted funds</b>	<b>Total funds</b>	<b>Total funds</b>
	<b>2021</b>	<b>2021</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Planned giving and income under gift aid	-	95,457	95,457	99,011
Service collections	-	7,390	7,390	2,838
Visitors' donations	-	48,849	48,849	27,123
Gift Aid reclaimed	37	24,630	24,667	37,950
The Mercers' Company	-	8,000	8,000	8,000
The Mercers' Charitable Foundation	15,000	-	15,000	15,000
Votive candles	-	7,255	7,255	4,111
Other donations	3,255	17,902	21,157	98,413
Listed place of Worship grant	-	80,591	80,591	34,772
Coronavirus Job Retention Scheme	-	55,512	55,512	133,529
Legacies	4,000	1,000	5,000	300
Grants receivable	370,300	316,057	686,357	310,763
	<u>392,592</u>	<u>662,643</u>	<u>1,055,235</u>	<u>771,810</u>

Of the £771,810 received in 2020, £303,716 related to PCC restricted funds and £468,094 related to unrestricted funds.

In addition to the income recorded above, donations of £3,002 (2020 - £735) were received from members of the public attending funerals and other services and paid over to various charities as agreed and announced at the services.

The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey

Notes to the financial statements  
for the year ended 31 December 2021

3. TRADING ACTIVITIES

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
<b>Trading income</b>				
Income from café, gift shop and lettings	-	406,066	406,066	203,629
Car park receipts	-	10,335	10,335	8,914
Music in the Abbey	-	400	400	732
Tour fees	-	2,163	2,163	292
Other fundraising events	1,885	11,090	12,975	6,130
	<u>1,885</u>	<u>430,054</u>	<u>431,939</u>	<u>219,697</u>

Of the £219,697 received in 2020, all related to unrestricted funds.

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
<b>Trading expenses</b>				
Staff costs	-	214,778	214,778	217,010
Special fundraising events	725	-	725	900
Car park	-	605	605	3,792
Costs relating to the café, gift shop and lettings	-	173,386	173,386	105,842
Music in the Abbey	-	40	40	203
Other fundraising expenses	-	702	702	2,553
	<u>725</u>	<u>389,511</u>	<u>390,236</u>	<u>330,300</u>

Of the £330,300 paid in 2020, £1,500 related to restricted funds and £328,800 related to unrestricted funds.

Net income from fundraising activities	<u>1,160</u>	<u>40,543</u>	<u>41,703</u>	<u>(110,603)</u>
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4. INVESTMENT INCOME

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Dividends and interest	-	2,523	2,523	5,179
Rental income	-	10,200	10,200	10,200
	<u>-</u>	<u>12,723</u>	<u>12,723</u>	<u>15,379</u>

Of the £15,379 received in 2020, all related to unrestricted funds.

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
for the year ended 31 December 2021**

**5. INCOME FROM CHARITABLE ACTIVITIES**

	<b>Restricted funds 2021 £</b>	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>	<b>Total funds 2020 £</b>
Funeral and wedding fees and similar income	-	7,075	7,075	2,697
Income from school visits	-	-	-	100
	<u>-</u>	<u>7,075</u>	<u>7,075</u>	<u>2,797</u>

Of the £2,797 received in 2020, all related to unrestricted funds.

**6. OTHER INCOME**

	<b>Restricted funds 2021 £</b>	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>	<b>Total funds 2020 £</b>
Choir fund	615	-	615	1,985
Bellringers	863	-	863	249
Other income	-	3,674	3,674	1,211
	<u>1,478</u>	<u>3,674</u>	<u>5,152</u>	<u>3,445</u>

Of the £3,445 received in 2020, £2,234 related to unrestricted funds and £1,211 related to unrestricted funds.

**7. EXPENDITURE ON CHARITABLE ACTIVITIES**

	<b>Direct costs 2021 £</b>	<b>Grant funding of activities 2021 £</b>	<b>Support costs 2021 £</b>	<b>Total funds 2021 £</b>	<b>Total funds 2020 £</b>
PCC costs	909,137	5,000	179,715	1,093,852	759,538
HATL costs	5,167	-	368	5,535	6,424
	<u>914,304</u>	<u>5,000</u>	<u>180,083</u>	<u>1,099,387</u>	<u>765,962</u>

Of the £765,962 paid in 2020, £266,738 related to restricted funds and £499,224 related to unrestricted funds.

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
for the year ended 31 December 2021**

**8. DIRECT COSTS**

	<b>PCC Costs</b>	<b>HATL Costs</b>	<b>Total 2021</b>	<i>Total funds 2020</i>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Diocesan parish share	100,000	-	100,000	136,801
Worship, ministry and mission	5,928	-	5,928	3,070
Church running and maintenance costs	88,027	-	88,027	69,858
Choir and organ expenses	4,190	-	4,190	2,050
Major repairs and capital projects	490,049	-	490,049	191,285
Staff costs	66,930	-	66,930	74,514
Priory building running and maintenance costs	35,117	-	35,117	26,386
Prior Leschman garden	2,695	-	2,695	1,667
Festival of flame	-	-	-	2,572
Depreciation	116,201	5,167	121,368	120,272
	<u>909,137</u>	<u>5,167</u>	<u>914,304</u>	<u>628,475</u>

**9. GRANT FUNDING OF ACTIVITIES**

	<b>Restricted funds 2021</b>	<b>Unrestricted funds 2021</b>	<b>Total funds 2021</b>	<i>Total funds 2020</i>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Mission and ministry activities	-	4,650	4,650	5,000
Outreach activities	-	350	350	-
	<u>-</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>

Included within the grants paid were the following grants of £500 or more:

**Mission and ministry activities**

- NDAS (Northumberland Domestic Abuse Services) £930
- WERS (West End Refugee Service) £930
- West Northumberland food bank £930
- NDBF for Botswana appeal £930

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
for the year ended 31 December 2021**

**10. SUPPORT COSTS**

	<b>PCC Costs</b>	<b>HATL Costs</b>	<b>Total 2021</b>	<i>Total funds 2020</i>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Premises costs	14,767	-	14,767	9,326
Office costs	10,631	-	10,631	5,229
Health and safety	1,272	-	1,272	1,202
Advertising and publicity	1,986	-	1,986	1,328
Staff costs	74,646	-	74,646	64,910
Professional fees	52,959	368	53,327	34,329
Auditor's remuneration	8,927	-	8,927	8,868
Depreciation	5,815	-	5,815	2,107
Other	8,712	-	8,712	5,188
	<u>179,715</u>	<u>368</u>	<u>180,083</u>	<u>132,487</u>

**11. OTHER EXPENDITURE**

	<b>Restricted funds 2021</b>	<b>Unrestricted funds 2021</b>	<b>Total funds 2021</b>	<i>Total funds 2020</i>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Bell ringers	514	-	514	300
Choir fund	-	-	-	1,920
Other expenditure	2,752	-	2,752	2,822
Robson Drive capital repairs	-	218	218	-
	<u>3,266</u>	<u>218</u>	<u>3,484</u>	<u>5,042</u>

Of the £5,042 paid in 2020, all related to restricted funds.

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
for the year ended 31 December 2021**

**12. STAFF COSTS**

Staff costs were as follows:

	2021	2020
	£	£
Wages and salaries	334,741	327,975
National Insurance	13,199	12,573
Pension contributions	5,846	1,657
Death in service	2,568	1,300
	<u>356,354</u>	<u>343,505</u>

The average monthly number of employees during the year was as follows:

	2021	2020
	£	£
Employed by PCC	7	8
Employed by Hexham Abbey Heritage Trading Limited	<u>24</u>	<u>25</u>
	<u>31</u>	<u>33</u>
Employed by PCC - Full Time	-	-
Employed by PCC - Part Time	7	-
Employed by Hexham Abbey Heritage Trading Limited - Full Time	4	-
Employed by Hexham Abbey Heritage Trading Limited - Part Time	<u>20</u>	-
	<u>31</u>	-

No employee received remuneration amounting to more than £60,000 in either year.

None of the employees were Members of the PCC.

During the year, no PCC member received any remuneration or benefits in kind (2020 - £Nil).

During the year, one PCC member received reimbursement of expenses totalling £2,544 (2020 - £Nil) for travel, telephone and hospitality relating to his work on funerals and visiting mercers.

Key management personnel remuneration amounted to £81,637 in the year (2020 - £73,776).

During the year both Hexham Abbey PCC and Hexham Abbey Trading Limited used the Government's Coronavirus Job Retention scheme which resulted in grants of £55,512 (2020 - £133,529) being received in the year ended 31 December 2021 to cover staff costs.

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
for the year ended 31 December 2021**

**13. TANGIBLE FIXED ASSETS - Group**

	<b>Freehold property £</b>	<b>Fixtures &amp; fittings £</b>	<b>Total £</b>
<b>Group</b>			
<b>Cost</b>			
At 1 January 2021	52,501	751,777	804,278
Additions	-	29,376	29,376
At 31 December 2021	<u>52,501</u>	<u>781,153</u>	<u>833,654</u>
<b>Depreciation</b>			
At 1 January 2021	-	388,919	388,919
Charge for the year	-	127,183	127,183
At 31 December 2021	<u>-</u>	<u>516,102</u>	<u>516,102</u>
<b>Net book value</b>			
At 31 December 2021	<u>52,501</u>	<u>265,051</u>	<u>317,552</u>
<i>At 31 December 2020</i>	<i>52,501</i>	<i>362,857</i>	<i>415,358</i>



**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
for the year ended 31 December 2021**

**13. TANGIBLE FIXED ASSETS (continued) - PCC Only**

	<b>Freehold property £</b>	<b>Fixtures &amp; fittings £</b>	<b>Total £</b>
<b>PCC</b>			
<b>Cost</b>			
At 1 January 2021	52,501	733,627	786,128
Additions	-	26,960	26,960
At 31 December 2021	<u>52,501</u>	<u>760,587</u>	<u>813,088</u>
<b>Depreciation</b>			
At 1 January 2021	-	375,587	375,587
Charge for the year	-	122,016	122,016
At 31 December 2021	<u>-</u>	<u>497,603</u>	<u>497,603</u>
<b>Net book value</b>			
At 31 December 2021	<u>52,501</u>	<u>262,984</u>	<u>315,485</u>
<i>At 31 December 2020</i>	<i>52,501</i>	<i>358,040</i>	<i>410,541</i>

The net book value for freehold property is made up of one property:

1. The Parish Centre - A former cottage used as offices and meeting rooms. This property is maintained by the PCC and was brought into the financial statements approximately 15 years ago.

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
for the year ended 31 December 2021**

**14. HERITAGE ASSETS**

	<b>Henry Perlee Parker Painting</b>	<b>Land and Buildings £</b>	<b>Total £</b>
<b>Group</b>			
<b>Market value</b>			
At 1 January 2021	15,000	1,596,445	1,611,445
Additions	-	(2,119)	(2,119)
At 31 December 2021	<u>15,000</u>	<u>1,594,326</u>	<u>1,609,326</u>

	<b>Henry Perlee Parker Painting</b>	<b>Land and Buildings £</b>	<b>Total £</b>
<b>PCC</b>			
<b>Market value</b>			
At 1 January 2021	15,000	1,596,445	1,611,445
Additions	-	(2,119)	(2,119)
At 31 December 2021	<u>15,000</u>	<u>1,594,326</u>	<u>1,609,326</u>

The net book value for land and buildings is made up of the following properties:

The Priory Buildings and adjoining land - Acquired for the Hexham Abbey Project and leased to Hexham Abbey Heritage, until 31 December 2017 when they were transferred to Hexham Abbey PCC. Expenditure on refurbishment of the Priory Buildings, but not expenditure on the exhibition or on furniture or equipment (except where this cannot practicably be separated from expenditure on the buildings), has been treated as relating to a heritage asset, which, having an indefinite life, is not subject to depreciation.

The Henry Perlee Parker Painting - Included at valuation, which was carried out by Anderson and Garland Valuers on 21 June 2004. The Members consider that the current valuation of the painting will not be substantially different to the valuation carried out in 2004. The painting was reclassified from investments to heritage assets in the prior year, as this is a more accurate reflection of the assets use and purpose.

Details of transactions relating to heritage assets for the past seven years are as follows:

	<b>Additions £</b>
2014	1,447,723
2015-2017	49,985
2018	(2,565)
2019	(2,565)
2020	(2,565)
2021	(2,119)

The PCC also owns The Deposition, a 16th century Flemish oil-on-canvas painting now known to be the centrepiece of a triptych. The painting is not presently kept in the Abbey, as the PCC has loaned the painting to a third party charity for exhibition. The characteristics and provenance of The Deposition mean that the trustees are unable to obtain a reliable estimate of valuation in accordance with FRS102, the range of valuations already having been obtained stretching from £80,000 to £150,000. On this basis, The Deposition has not been included as a heritage asset in the balance sheet.

**15. FIXED ASSET INVESTMENTS**

	<b>Holding in subsidiary undertaking £</b>
<b>PCC</b>	
<b>Market value</b>	
At 1 January 2021	40,693
Additions	-
At 31 December 2021	<u>40,693</u>

All the fixed asset investments are held in the UK.

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
for the year ended 31 December 2021**

**16. INVESTMENT PROPERTY - Group and PCC Only**

	<u>Unrestricted</u>
<b>VALUATION</b>	
At 1 January 2021	275,000
At 31 December 2021	<u>275,000</u>

All investment properties are freehold. Investment properties were last valued during the year ended 31 December 2021 based on the trustees estimate of fair value.

**17. DEBTORS**

	<u>Group</u>		<u>PCC</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
	£	£	£	£
Trade debtors	9,097	1,623	1,602	1,121
Amounts owed by group undertakings	-	-	204,852	75,458
Other debtors	1,096	106,360	1,096	105,436
Prepayments and accrued income	40,431	15,252	39,549	15,252
	<u>50,624</u>	<u>123,235</u>	<u>247,099</u>	<u>197,267</u>

**18. CREDITORS**

Amounts falling due within one year

	<u>Group</u>		<u>PCC</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
	£	£	£	£
Trade creditors	22,097	114,864	13,745	110,126
Amounts owed to group undertakings	-	-	96,694	19,699
Other taxation and social security	8,816	10,285	-	(3,945)
Other creditors	-	1,257	-	-
Accruals and deferred income	42,617	26,590	35,272	14,945
	<u>73,530</u>	<u>152,996</u>	<u>145,711</u>	<u>140,825</u>

The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey

Notes to the financial statements  
for the year ended 31 December 2021

19. STATEMENT OF FUNDS

Restricted funds

	Brought forward 2021 £	Income 2021 £	Expenditure 2021 £	Transfers 2021	Carried forward 2021 £
Choir fund	3,808	615	-	-	4,423
Hexham Abbey Guild of Bellringers	3,702	900	(514)	7	4,095
Tyrrell Bequest	64,845	-	(64,845)	-	-
The Mercers' Charitable Foundation	-	15,000	(15,000)	-	-
Chorister Prizes	945	-	-	-	945
Abbey roof	47,204	-	(69)	-	47,135
Medieval Panel Paintings	10,359	-	-	-	10,359
Prior Leschman Garden	2,155	-	(2,155)	-	-
Hexham Abbey Restoration Trust (HART)	26,491	97,500	(123,991)	-	-
Friends of Cathedral Music	4,054	10,000	(10,343)	-	3,711
The Mercers Company FR grant	8,417	30,000	(20,993)	-	17,424
The Ousley Church Music Trust	2,700	-	-	-	2,700
Gillian Dickinson Trust	3,888	-	(1,320)	-	2,568
Rothley Trust Grant	976	-	-	-	976
Historic England Civic 19 Heritage at Risk Response Fund	18,375	6,125	(24,500)	-	-
William Leech	2,500	-	(2,500)	-	-
Culture Recovery Fund for Heritage	-	224,075	(224,075)	-	-
Miscellaneous	-	5,140	(656)	-	4,484
Addison bequest	-	4,000	-	-	4,000
All Churches Trust	-	2,600	(2,600)	-	-
	200,419	395,955	(493,561)	7	102,820

Comparative restricted funds

	Brought forward 2020 £	Income 2020 £	Expenditure 2020 £	Transfers 2020	Carried forward 2020 £
Choir fund	3,743	1,985	(1,920)	-	3,808
Hexham Abbey Guild of Bellringers	3,697	305	(300)	-	3,702
Tyrrell Bequest	83,406	-	(10,378)	(8,183)	64,845
The Mercers' Charitable Foundation	-	15,000	(15,000)	-	-
Chorister Prizes	945	-	-	-	945
Abbey roof	41,203	6,001	-	-	47,204
Medieval panel paintings	2,006	8,353	-	-	10,359
Prior Leschman Garden	3,822	-	(1,667)	-	2,155
Hexham Abbey Restoration Trust (HART)	-	101,920	(75,429)	-	26,491
Friends of Cathedral Music grants	4,697	-	(643)	-	4,054
Sequestration fund	1,468	758	(2,226)	-	-
Festival of Flame	-	2,850	(2,850)	-	-
The Mercers Company FR grant	22,528	-	(22,528)	8,417	8,417
The Ousley Church Music Trust	-	2,700	-	-	2,700
Gillian Dickinson Grant	-	3,888	-	-	3,888
Rothley Trust Grant	-	1,000	(24)	-	976
Historic England Civic 19 Heritage at Risk Response Fund	-	18,375	-	-	18,375
Culture Recovery Fund for Heritage	-	140,315	(140,315)	-	-
William Leech	-	2,500	-	-	2,500
	167,515	305,950	(273,280)	234	200,419

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
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**PCC Restricted Funds**

**Choir Fund** – Funds raised from the activities of the Hexham Abbey Choir to be applied towards activities and purchases as specified by the Choir, including choir tours.

**Hexham Abbey Guild of Bellringers** - Funds raised from the activities of the Guild of Bellringers are to be applied towards activities and purchases as specified by the members of the Guild.

**Tyrrell Bequest** – A bequest from the estate of Mrs Marjorie Tyrrell to be applied "towards such improvement to and restoration of the fabric of Hexham Abbey as the Rector and Churchwardens in their absolute discretion think fit and with the wish that the residuary estate be applied firstly to towards the provision of stained glass in the windows at the south end of the south transept of Hexham Abbey".

**The Mercers' Charitable Foundation** - Annual contributions towards the cost of insuring the Abbey.

**Chorister Prizes** – Donation to encourage the work of the choirs; to be organised in prize form divided in two parts separately and equally between boy and girl choristers, at the discretion of the Director of Music over a number of years.

**Abbey Roof** – Donations and funds raised for the repair of the Abbey roof, in addition to those earmarked or designated from legacies.

**Medieval Panel Paintings** - Donation received for the upkeep and refurbishment of the medieval panelled paintings within the Abbey and Priory buildings.

**Prior Leschman Garden** - For redevelopment of the Prior Leschman garden, including a medieval herb garden, to complement the redevelopment of the priory buildings.

**Hexham Abbey Restoration Trust (HART)** - A charitable trust, which is separate to the charity and its subsidiaries, that awards grants to the Abbey to assist with restorative work, capital expenditure and unforeseen repairs.

**Friends of Cathedral music** - A fund to help the purchase of new robes, new music and singing lessons for the choristers.

**The Mercers Company FR grant** - A grant to fund the position of a fundraising officer.

**The Ousley Church Music Trust** - a fund for choral outreach work to schools to encourage choral singing and choir membership.

**Gillian Dickinson Trust** - a fund for choral outreach work to schools to encourage choral singing and choir membership.

**Rothley Trust Grant** - a grant toward providing children's guides and information leaflets.

**Historic England Covid-19 Heritage at Risk Response Fund** - A grant to fund work required to improve the damp conditions of the Crypt.

**Culture Recovery Fund for Heritage** - A grant to fund significant roof replacement works

**William Leech** - a fund to support the cost of music staff for the running of the Abbey choirs and to fund the purchase of new music stands

**Miscellaneous** - a combination of funds to help purchase performance lighting improvements and to go towards the museum of the moon production in 2023.

**Addison Bequest** - A bequest from the estate of John B Addison to be used for the benefit of the Church Music Fund.

**All Churches Trust** - A grant awarded under the Hope Beyond programme to provide live streaming equipment.

The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey

Notes to the financial statements  
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	Brought forward 2021 £	Income 2021 £	Expenditure 2021 £	Transfers in/out 2021 £	Carried forward 2021 £
<b>Designated funds</b>					
Property Maintenance and Conservation	149,509	-	-	-	149,509
Mission and Ministry	10,591	-	-	-	10,591
Outreach Work	8,372	-	-	-	8,372
Music in the Abbey	999	-	(999)	-	-
Norman Hill Bequest (Vestments)	2,824	-	-	-	2,824
Fixed Assets (Freehold Land and Buildings & fixtures & fittings)	682,381	-	(124,492)	29,376	587,265
Fixed Assets (Information Screens)	7,977	-	(2,690)	-	5,287
Fixed Assets (Heritage Assets)	1,611,441	-	-	(2,115)	1,609,326
The Mercers' Company (Other)	-	8,000	(8,000)	-	-
Abbey Roof replacement Watson bequest	250,000	-	-	-	250,000
Abbey Roof Ann Edwards legacy	14,917	-	-	-	14,917
Prior Leschman Garden (Disposal of Lowgate)	9,218	-	(540)	-	8,678
Nora Horne Roof replacement	50,000	-	-	-	50,000
	<u>2,798,229</u>	<u>8,000</u>	<u>(136,721)</u>	<u>27,261</u>	<u>2,696,769</u>
<b>General fund</b>					
General funds - all funds	83,303	1,108,169	(862,825)	(27,268)	301,379
<b>Total Unrestricted funds</b>	<u>2,881,532</u>	<u>1,116,169</u>	<u>(999,546)</u>	<u>(7)</u>	<u>2,998,148</u>

Comparative funds

	Brought forward 2020 £	Income 2020 £	Expenditure 2020 £	Transfers in/out 2020 £	Carried forward 2020 £
<b>Designated funds</b>					
Property Maintenance and Conservation:					
Watson, Edwards & Emerson bequests	13,495	-	-	-	13,495
Other	136,014	-	-	-	136,014
Mission and Ministry fund	10,591	-	-	-	10,591
Outreach work	8,372	-	-	-	8,372
Music in the Abbey	1,000	1,796	(1,797)	-	999
Norman Hill Bequest (Vestments)	2,824	-	-	-	2,824
Fixed Assets (Freehold land and buildings and fixtures and fittings)	802,102	-	(120,784)	1,063	682,381
Fixed Assets (Heritage Assets)	1,614,010	-	-	(2,569)	1,611,441
Fixed Assets (Information Screens)	9,572	-	(1,595)	-	7,977
The Mercers' Company	-	8,000	(8,000)	-	-
Abbey roof - Margaret Watson bequest	250,000	-	-	-	250,000
Abbey roof - Ann Edwards legacy	14,917	-	-	-	14,917
Prior Leschman Garden (Disposal of Lowgate)	9,218	-	-	-	9,218
Nora Horne Legacy (Abbey Roof replacement)	50,000	-	-	-	50,000
	<u>2,922,115</u>	<u>9,796</u>	<u>(132,176)</u>	<u>(1,506)</u>	<u>2,798,229</u>
<b>General fund</b>					
General funds - all funds	80,497	697,382	(695,848)	1,272	83,303
<b>Total Unrestricted funds</b>	<u>3,002,612</u>	<u>707,178</u>	<u>(828,024)</u>	<u>(234)</u>	<u>2,881,532</u>

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
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**DESIGNATED FUNDS**

**Property Maintenance and Conservation Fund** – Mindful of the unique building and its heritage that is Hexham Abbey, a fund designated for maintenance and conservation costs of this very special building, including portions of a number of legacies

**Mission and Ministry Fund** – A fund designated to ensure money is available when required for identified projects of a religious nature.

**Outreach Work** – A fund designated to ensure money is available when required for identified projects connected with social welfare for the community and people of Hexham and further afield.

**Music in the Abbey** – A fund for the running of the Music in the Abbey concert series, to provide a working balance of £1,000.

**Norman Hill Bequest** – The balance of a legacy from the Reverend Norman Hill for the commissioning of new vestments and altar linen.

**Fixed Assets Freehold Land and Buildings and Fixtures and Fittings** – Includes The Parish Centre and 29 Robson Drive and fixtures and fittings.

**Fixed Assets (Heritage Assets)** – The Priory Buildings and adjoining land.

**Fixed Assets (Information Screens)** - Information screens in the slype and porch entrances to the abbey.

**The Mercers' Company** - An annual contribution towards the general running costs of the Abbey.

**Henry Bell grant** – Grants from the Henry Bell Trust designated for the Education and Community Officer's work with visiting schools.

**Abbey Roof (Margaret Watson Bequest and Ann Edwards legacy)** – The major part of an unrestricted bequest from the estate of Mrs Margaret Watson and part of an unrestricted bequest from the estate of Ann Edwards designated for the repair of the Abbey roof.

**Prior Leschman Garden** – The net proceeds from the disposal of Lowgate Church, designated as a contribution towards the redevelopment of the Prior Leschman garden as a medieval herb garden to complement the refurbishment of the Priory Buildings.

**Nora Horne Legacy (Abbey Roof replacement)** - This is a legacy received by Hexham Abbey PCC which has been designated by the trustees for the replacement of the Abbey roof.

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
for the year ended 31 December 2021**

**SUMMARY OF FUNDS**

	<b>Brought forward £</b>	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Transfers in/out £</b>	<b>Other</b>	<b>Carried forward £</b>
Designated funds	2,798,229	8,000	(136,721)	27,261	-	2,696,769
General funds	83,303	1,108,169	(862,825)	(27,268)	-	301,379
	<u>2,881,532</u>	<u>1,116,169</u>	<u>(999,546)</u>	<u>(7)</u>	<u>-</u>	<u>2,998,148</u>
Restricted funds	200,419	395,955	(493,561)	7	-	102,820
	<u>3,081,951</u>	<u>1,512,124</u>	<u>(1,493,107)</u>	<u>-</u>	<u>-</u>	<u>3,100,968</u>

**20. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	<b>Restricted funds 2021 £</b>	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>	<b>Restricted funds 2020 £</b>	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Tangible fixed assets	-	317,552	317,552	-	415,358	415,358
Heritage assets	-	1,609,326	1,609,326	-	1,611,445	1,611,445
Investment properties	-	275,000	275,000	-	275,000	275,000
Current assets	102,820	869,800	972,620	200,419	732,725	933,144
Creditors due within one year	-	(73,530)	(73,530)	-	(152,996)	(152,996)
	<u>102,820</u>	<u>2,998,148</u>	<u>3,100,968</u>	<u>200,419</u>	<u>2,881,532</u>	<u>3,081,951</u>



## The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey

### Notes to the financial statements for the year ended 31 December 2021

#### 21. SUBSIDIARY UNDERTAKINGS

Company name	Country	Control	Description
Hexham Abbey Trading Ltd	England & Wales	100%	Company limited by shares, of which the PCC of Hexham Abbey is the sole shareholder, with a £40,693 ordinary shareholding. Company number 07719334.

Hexham Abbey Trading Ltd is a separate non-charitable company which undertakes the day-to-day delivery of services in the buildings, including the operation of the café and the letting of rooms in the buildings. It also manages the Abbey Shop in its existing premises alongside the Abbey. It operates on a commercial basis but may make qualifying charitable donations to the PCC equivalent to its entire profit, thus reducing its corporation tax liability to nil. In 2021 it made a qualifying charitable donation to Hexham Abbey PCC of £140,523, of which all was outstanding at the end of the year.

The results and balance sheets of the subsidiary are summarised below:

#### Summary of income and expenditure

	<b>Hexham Abbey Trading Limited</b>	
	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Total income for the year	532,240	339,035
Total expenditure in the year	(394,099)	(330,402)
Total	138,141	8,633

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
for the year ended 31 December 2021**

**Balance sheet summary**

	<u>Hexham Abbey Trading Limited</u>	
	2021	2020
	£	£
Fixed assets	2,067	4,818
Current assets	270,426	148,020
Current liabilities	(229,365)	(107,328)
Total	<u>43,128</u>	<u>45,510</u>

**22. RELATED PARTY TRANSACTIONS**

Donations from members of £4,713 were received during the year. There are no further related party transactions during the year.

**23. Capital commitments**

At the balance sheet date the PCC had no capital commitments.

**24. COMMITMENTS UNDER OPERATING LEASES**

<u>Future minimum lease payments</u>	2021	2020
<u>Other</u>		
Not later than one year	-	2,805
Later than one year and not later than five years	-	-
Total	<u>-</u>	<u>2,805</u>

Operating lease payments of £1,508 were recognised as an expense during the year.

**The Parochial Church Council of the Ecclesiastical Parish of Hexham Abbey**

**Notes to the financial statements  
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**25. Reconciliation of net income/(expenditure) to net cash flow from operating activities**

	<b>2021</b>	<b>2020</b>
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	19,017	(88,176)
Depreciation charges	127,183	122,379
Dividends, interest and rents from investments	(12,723)	(15,379)
(Increase)/decrease in stocks	7,210	3,029
(Increase)/decrease in debtors	72,611	(86,577)
Increase/(decrease) in creditors	(79,466)	73,877
Net cash provided by (used in) operating activities	<u>133,832</u>	<u>9,153</u>

**26. Analysis of cash and cash equivalents**

	<b>2021</b>	<b>2020</b>
Cash at bank and in hand	<u>894,106</u>	<u>774,808</u>

