

THE PAROCHIAL CHURCH COUNCIL OF
ST MARY BRYANSTON SQUARE
WITH ST MARK ST MARYLEBONE

Accounts for the year ended
31 December 2021

Registered Charity No. 1132566

THE PAROCHIAL CHURCH COUNCIL OF ST MARY BRYANSTON SQUARE
WITH ST MARK ST MARYLEBONE

Wyndham Place, London W1

Accounts for the year ended 31 December 2021

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THE PAROCHIAL CHURCH COUNCIL OF ST MARY BRYANSTON SQUARE
WITH ST MARK ST MARYLEBONE

Wyndham Place, London W1

ANNUAL REPORT 2021

St Mary Bryanston Square with St Mark St Marylebone is a registered charity and its charity number is 1132566. The Parochial Church Council (PCC) are trustees of the charity and it has the responsibility, together with the incumbent, the Revd John Peters, to promote in the parish the whole mission of the church, pastoral, evangelistic, social and ecumenical.

The PCC's governing documents came into effect on 2nd January 1957 and are: The Parochial Church Councils (Powers) Measure 1956 as amended and The Church Representation Rules 2006.

Members of the PCC are elected at the Annual Parochial Church Meeting (APCM) in accordance with the Church Representation Rules. The PCC members must have exercised leadership in the church prior to standing for election and need to be proposed and seconded by members of the congregation. New PCC members receive induction and training from Revd John Peters (chairman) and Sally Watson (secretary).

During the year, the following served as members of the PCC:

Incumbent: The Revd John Peters
Assistant Clergy: The Revd Matt Coombs
Wardens: Luke Johnson and Maggie Sandilands

Representatives on:

The Deanery Synod: The following were appointed on 22nd October 2020:
Sian Dixon

PCC Members: The following were reappointed on 24th May 2021:

Benjamin Ashby
Vanessa Fernandez
Tom Jones
Essie Laugharne
Malcolm McCarthy
Aileen Mkandawire-Mogues
Dreem Nkumbula
Sinora Phillips

The following resigned on 24th May 2021:

Dan Crow (Church Warden)
Tom Boulter (Deanery Synod)
James Haley (Deanery Synod)
James Glass
Morgan Holden-White
Marcus Speller

The following were appointed on 24th May 2021:

Dan Crow
Libby Granite
Maggie Sandilands (Church Warden)
Max Somerset
Ruth Slatter

Ex Officio Members: Sally Watson (Secretary)

Independent Examiner: Summers Morgan, Sheraton House, Lower Rd, Chorleywood, Rickmansworth WD3 5LH.

Bankers: National Westminster Bank Plc, PO Box 6037, 186 Brompton Road, London SW3 1XJ.

Office: 255 Old Marylebone Road, London NW1 5QT

The PCC has one sub-committee which meets when necessary, between full meetings of the PCC: the Standing Committee. The standing committee met once during 2021.

Church Attendance

We met for services online from the beginning of January and resumed meeting in church on Easter Sunday, 4th April. This was the earliest date that Government Guidelines and practical considerations allowed.

Electoral Roll

At the end of the year the electoral roll stood at 154.

Review of the PCC meetings

The full PCC met six times in 2021. Topics discussed included our Covid19 response, finances, the community and church life and at some meetings the PCC also looked in detail at particular issues or discussed new initiatives in depth.

Financial Review

The accounts for the year are shown on pages 9-20. The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's governing documents, 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 (FRS 102) (effective 1 January 2019)".

A large part of the income received is from congregational giving and gifts from other donors; this is supplemented by maximizing the rental income from parish property and other investment income. The deficit for the year in respect of Unrestricted Funds amounted to £10,913 (2020: £76,373 surplus); the deficit for the year on Restricted Funds amounted to £9,072 (2020: £119,949). The church held total funds at 31st December 2021 of £1,861,943 (2020: £1,881,928) of which £1,826,420 were unrestricted (2020: £1,837,333) and £35,523 (2020: £44,595) restricted.

The charity incurred £25,264 (2020: £1,044) of capital expenditure on computer equipment, furniture, lighting upgrade, speakers and piano.

We held gift days in March and November and received a total of £55,765 (inclusive of gift aid) (2020: £39,387) as voluntary donations. One-off donations of £61,409 (excluding gift days) (2020: £66,795) was received during the year. Funds raised through venue hire, renting of St Mark's and flat came to £350,985 (2020: £260,426).

Review of the Year

The different areas of the life of the church were impacted by Covid19 and we sought to adapt as best we could under the circumstances.

Staff

Due to Covid19, office life looked very different in 2021. In September, we moved from mainly working at home to hybrid working, whereby most staff could split their week between working at the office/church and at home. Elle Goodman and George Eldridge started working part time as maternity cover for Annabel Burgher who left St Mary's later in the year to move to Leicester. We said goodbye to Heidi Watt in August and appointed Harriet King as our new church administrator. Harriet left at the end of the year. Andy Haith, a first-year ordinand, joined us to help with small groups and some of our community projects. In September, Sirine Hammami moved from leading our Student Group to becoming a one day

a week pastoral assistant and Matthew Crawford joined us as our new part-time Student Leader. In November, Long Okada joined the team working part-time with Venue bookings.

Connected Lives

Connected Lives which runs Toddlers, Marriage Preparation, Circle of Security and Hold Me Tight Courses, is an independent charity (Charity Number: 1184376) and reports directly to the Charity Commission on their activities. Connected Lives was thankful for the support that St Mary's gave through use of office space and grants.

Toddlers

Toddlers was able to restart with in person groups in May and the take up was really good. Initially two sessions were delivered on Wednesdays with a maximum number of 15 families attending per session. After the restrictions eased, we were able to return to running two sessions on Mondays and Wednesdays 9:30-11:00am. Over 100 families were supported during the year.

Circle of Security Groups

Nine Circle of Security groups were held with the vast majority being online. We were only able to deliver one in person group due to the restrictions around Covid19. Running the groups online was more accessible to vulnerable parents and had a far greater 'success' in getting referred parents to come along to a group. So, although the facilitators found it harder to work online, there were huge benefits that had not been predicted or expected.

Marriage Preparation

We held two Marriage Preparation courses. The first was held across five week nights on Zoom and was attended by 11 couples. The second course was held on a single day and 12 couples attended.

Hold Me Tight

Connected Lives ran two Hold Me Tight Course online in January-March and October-November supported by three EFT facilitators. Having the therapists available to drop into the breakout rooms and help couples where they were stuck enabled Connected Lives to really support couples that were struggling. The course worked very well online.

Under 6s Children's Work

From January to March, we created weekly YouTube sessions for the children to watch with their families at home. From April, we returned to the building which felt good but the return of families to meeting again in church was quite slow due to Covid19 concerns, isolation periods and restrictions.

St Mary's Kids' Church (SMKC)

From January to March the kids got involved with weekly Zoom sessions which included games, short thoughts and prayer times. The children enjoyed this and liked being able to interact with each other whilst in lockdown. From April onwards, the children enjoyed being together back in the school hall.

Holiday Club

In July, we held a Holiday Club, which 25 children attended, most of whom were from the local community. The kids really enjoyed it and we were happy to be able to run a holiday club after not being able to for so long.

Kids' Movie Nights

Sadly, due to Covid19 movie nights were not able to resume in 2021.

St Mary's School

Due to the pandemic our collective worship moved online via Zoom and this was positively received. We hosted end of term church services online, one of which included an interview with the Bishop of London. A choir from the school performed at our Family Carol Service. Throughout the year, we continued to offer support to both teachers and families.

Youth Department

From January to April, the youth group (aged 11-16 years), met online via Zoom on Sunday mornings. These online gatherings were a mixture of games, bible study, discussion and prayer. From April, we were able to meet again in person following Covid19 secure guidance including 2m social distancing and the wearing of face masks. This was challenging, particularly in terms of communication, but the meetings were relatively well attended with between 12 and 15 young people coming each week. Once we began to meet in person, those in year 7 also began to attend for the first time.

During the spring and summer months, when the weather allowed, we met outside in a local park. This allowed the group to enjoy more non-contact sports and games before coming together (socially distanced) for bible study and discussion. In the Autumn, with the easing of Covid19 restrictions, we were able to return to our pre-Covid space and set up. The Autumn felt like a time of rebuilding and re-establishing core values and activities in youth; a time of returning to things that we had been unable to do for so long, like sung worship and prayer ministry. We were also able to organise a few socials in the latter half of the year. In July, we took 13 youth on a fun day trip to Thorpe Park, we hosted a movie night in August for youth and their friends and we had a takeaway lunch in October to give more space for the group to get to know one another better.

Students

At the start of the year, Student Nights remained online because of Covid19. When schools reopened in March, St Mary's provided bookable slots for the students to come and write their dissertations as many struggled to study at home with their usual libraries being closed. A survey was taken at the start of the summer term to identify topics that the students wanted to find out about before graduating, and we were able to answer these in panel form when in-person student nights resumed. The students found the panels really helpful and loved the diversity of guest speakers. At the end of our summer term, three students were baptised before they graduated.

After the third years graduated, Sirine stepped down from leading students and we hired a new student leader Matthew. He spent his first term building relationships and contact with students through Christian Unions and hosting socials.

Love Marylebone

A social supermarket was established in response to the growing number of people facing food poverty. In October, we were glad to restart the monthly homeless meal with each meal catering for upwards of 40 people whilst fostering a warm atmosphere that the guests enjoyed. The team reconnected with those who attended pre-pandemic whilst also welcoming new guests. We also ran The Money Course online for the first time. Three CAP money coaches were trained and ran the course, which lasted 3 weeks and was positivity received.

Life Course

The Life course did not run due to the constraints around gathering together in person.

Small Groups

When we started the year, all the groups had already been meeting exclusively online for nine months and we started a new group for parents led by Sian and Tom Dixon. By Easter, some restrictions began to loosen so some groups began to meet in person once a month whilst others opted to remain online. All the small group leaders noted that the increased attendance and consistency experienced at the height of the lockdowns had begun to go down since other options became available. In September, Matt hosted a small group leaders' barbecue to say thank you for all the hard work the leaders had done during the various lockdowns. This was well attended and a welcome opportunity to reconnect after such a long time apart. We also welcomed Andy Haith to the department.

Uganda Mission Trip

The annual trip to Uganda had to be postponed for the second due to the pandemic. We kept in touch with Shadrach and Kiwoko Hospital Staff throughout the pandemic and offered support to them.

Prayer

From February through to April we hosted a prayer evening every other week on Zoom until our early morning prayer restarted weekly in May. The Facebook prayer groups remained open and active, although there were fewer posts than in 2020, which reflected the Covid19 situation slowly improving.

Family Carol Service

There were over 400 at our Family Carol Service and, as usual, people seemed to really enjoy the service and it was good to see so many local families. The service felt warm and friendly. The nativity was really enjoyed, helped by Elle's brilliant script and rhyming couplets. Despite being smaller, it still worked to have the school choir perform as it helped us build relationships and encouraged parents along who might not otherwise be there. The youth participation in the Family Carol Service went well with the young people reading their prayers thoughtfully and clearly.

Carol Service

The evening service was full of life and the church was beautifully lit up inside and outside. We had readings and a performance song after John's talk and lots of people invited friends along. It was Dave's last year heading up all the music and the day felt like a success with both the band, vocal group and the choir pulling together to give vibrant performances and enjoying themselves too. The services were joyful and busy, which was wonderful for everyone there, including the many guests.

Christmas Services

Due to omicron rampaging around London, our Christmas Day service was online.

Every Day with Matt

2021 was our fifth year of Every Day with Matt. The aim of Every Day with Matt has always been to expose the church to the breadth of the scriptures, to resource people in prayer and to utilise the gifts and experience of our church community. This continued with several new series: Women in the Old and New Testaments, Lamentations, Praying the Psalms, James, Philippians, and The Prayers of the Apostle Paul. Over 100 people in the church wrote reflections, but many took advantage of this being a digital platform and wrote songs, produced videos and painted images to help others to connect with God.

Church App

In 2021, the church app was downloaded over 300 times and was viewed between 100-200 times a day and even 500 times when special interest content was released, such as audio devotionals. Sunday talks and other audio files were listened to almost 3000 times in 2021 on the app alone.

Church Plants and Friends

Our Friends churches across the world were all impacted by Covid19 and many, like us, experienced challenges and lengthy times of online services only.

Charities

We continued to support a number of charities with which members of St Mary's are associated.

Reserve Policy

St Mary's is dependent on voluntary donations, rental income and investment income to sustain its charitable activities and is the basic aim to ensure that routine expenditure is covered by this income. In the event of a shortfall the charity has accumulated reserves of St Mary's church and the Old Mission Hall Trust on which it can call.

The total unrestricted funds of the charity at the year end were £1,826,420; of these funds £1,149,363 can only be realised by disposing of the freehold properties and equipment of the charity, leaving available reserves as defined by the Charities Commission of £677,057.

This is more than sufficient to meet the general reserves policy to retain at least three months expenditure in free reserves.

Risk Management

St Mary's has systems in place to control and mitigate major financial and other risks. Systems are constantly being reviewed and enhanced to ensure the PCC's resources are protected and used

effectively and efficiently. The principal risk faced by the PCC lies in the variability of income and performance of investments. The trustees consider variability of income received through planned giving and gifts to constitute the charity's major financial risk. This is mitigated by a regular review of income and its sources by the Chair and Treasurer and consideration of actions needed to remediate this, such as a reduction in planned activities and expenditure.

Key Management personnel remuneration

The PCC consider the PCC, including the treasurer and the church wardens, the clergy and the director of operations as comprising the key management personnel of the charity in charge of directing and controlling the charity and running and operating the charity on a day to day basis. All PCC members give of their time freely and no trustee remuneration was paid in the year. Trustees are required to disclose all relevant interests and register them with the Director of Operations and in accordance with the Trust's policy withdraw from decision where a conflict of interest arises. Pay is reviewed annually and normally increased in accordance with other churches and charities of a similar size and activity to ensure that the remuneration set is fair and not out of line with that generally paid for similar roles.

Public Benefit

The PCC are aware of the Charity Commission's guidance on public benefit in "The advancement of religion for Public Benefit" and have regard to it in their administration of the church. The PCC believes that by promoting the Christian faith it provides a benefit to the public by providing facilities for public worship, pastoral care and spiritual development, both for the existing church members and anyone who wishes to benefit from what the church offers and, also, by promoting Christian values and services by members of the church in and to their communities, to the benefit of individuals and society as

We are immensely grateful to God for all that he has done and for all his provision throughout the year.



Revd. John Peters
On behalf of the PCC

THE PAROCHIAL CHURCH COUNCIL OF ST MARY BRYANSTON SQUARE
WITH ST MARK ST MARYLEBONE

Wyndham Place, London W1

STATEMENT OF MEMBERS OF THE PCC'S RESPONSIBILITIES FOR THE ACCOUNTS

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

The law applicable to charities in England and Wales requires the Members of the PCC to prepare accounts for each financial year which give a true and fair view of the state of affairs of the PCC and of the incoming resources and application of resources of the PCC for that year.

In preparing these accounts, the Members of the PCC are required to:

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

The Members of the PCC are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the PCC and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the PCC and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE PAROCHIAL CHURCH COUNCIL OF ST MARY BRYANSTON SQUARE
WITH ST MARK ST MARYLEBONE

Wyndham Place, London W1

INDEPENDENT EXAMINER'S REPORT

TO THE MEMBERS OF THE PCC OF PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST MARY BRYANSTON SQUARE WITH ST MARK MARYLEBONE

I report on the accounts of the PCC for the year ended 31 December 2021, which are set out on pages 9 to 19.

Responsibilities and basis of report

As members of the PCC you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the Charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Chartered Institute of Accountants England and Wales, which is one of the listed bodies.

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

Mr Nicholas Corden ACA (Senior Statutory Auditor)

for and on behalf of Summers Morgan

Chartered Accountants & Statutory Auditors

First Floor, Sheraton House, Lower Road,

Chorleywood,

Hertfordshire

WD3 5LH



Dated 7th April 2022

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Unrestricted Funds	Restricted Funds £	Total Funds 2020 £
Income and endowments	1(a)						
Income from	3(a)						
Donations and legacies	(i)	327,204	8,198	335,402	352,477	60,565	413,042
Coronavirus Job Retention Grant from HMRC	(ii)	23,073	-	23,073	31,626	-	31,626
Other trading activities: fundraising trading	(iii)	133,212	-	133,212	129,129	-	129,129
Investments	(iv)	234,948	-	234,948	156,870	-	156,870
Charitable activities	3(b)	4,780	-	4,780	7,549	-	7,549
Total Income		723,217	8,198	731,415	677,651	60,565	738,216
Expenditure	1(b)						
Costs of raising funds	4(a)	61,061	-	61,061	39,918	7,460	47,378
Expenditure on charitable activities	4(b)	732,731	17,270	750,001	540,135	173,054	713,189
Total Expenditure		793,792	17,270	811,062	580,053	180,514	760,567
Net income/(expenditure) and net movement in funds before gains and losses on investments		(70,575)	(9,072)	(79,647)	97,598	(119,949)	(22,351)
Other recognised gains/(losses):							
Gains/(losses) on investments		59,662	-	59,662	(21,225)	-	(21,225)
Net movement in funds		(10,913)	(9,072)	(19,985)	76,373	(119,949)	(43,576)
Reconciliation of funds							
Total funds brought forward		1,837,333	44,595	1,881,928	1,760,960	164,544	1,925,504
Total funds carried forward		1,826,420	35,523	1,861,943	1,837,333	44,595	1,881,928

The notes on pages 12 to 19 form part of these accounts

**THE PAROCHIAL CHURCH COUNCIL OF ST MARY BRYANSTON SQUARE WITH
ST MARK ST MARYLEBONE**

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BALANCE SHEET AS AT 31 DECEMBER 2021

	Note	Total Funds <u>2021</u> £	Total Funds <u>2020</u> £
Fixed assets:			
Tangible assets	1(c) & 8	1,149,363	1,154,729
Investments	9	689,437	631,208
Total Fixed Assets		<u>1,838,800</u>	<u>1,785,937</u>
Current assets:			
Stocks	10	730	640
Debtors	11	11,886	15,201
Cash at bank and in hand		134,232	156,033
Total Current Assets		<u>146,848</u>	<u>171,874</u>
Liabilities:			
Creditors falling due within one year	12	<u>(73,705)</u>	<u>(25,883)</u>
Net current assets		<u>73,143</u>	<u>145,991</u>
Total assets less current liabilities		<u>1,911,943</u>	<u>1,931,928</u>
Creditors falling due after on year		<u>(50,000)</u>	<u>(50,000)</u>
Total assets less long term liabilities		<u>1,861,943</u>	<u>1,881,928</u>
The funds of the charity:			
Unrestricted income funds	1(f)	1,826,420	1,837,333
Restricted income funds	18	35,523	44,595
		<u>1,861,943</u>	<u>1,881,928</u>

The notes on pages 13 to 20 form part of these accounts

Approved by the trustees on 5.04.22 and signed on their behalf by:



THE REVD JOHN PETERS (CHAIRMAN)

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	£	<u>2021</u>	£	<u>2020</u>	£
Net cash provided by (used in) operating activities	17		(232,918)		(185,975)	
Cash flows from investing activities						
Proceeds from sale of investments		1,433		44,272		
Dividends, interest and rents from investments		234,948		156,870		
Purchase of property, plant and equipment		(25,264)		(1,044)		
Net cash provided by (used in) investing activities			211,117		200,098	
Cash inflows from new borrowing (NatWest Loan)			50,000		50,000	
Change in cash and cash equivalents in the reporting period			28,199		64,123	
Cash and cash equivalents at the beginning of the reporting period			156,033		91,910	
Cash and cash equivalents at the end of the reporting period			184,232		156,033	

St Mary Bryanston Square with St Mark St Marylebone is a registered charity and its charity number is 1132566. The Parochial Church Council (PCC) are trustees of the charity and it has the responsibility, together with the incumbent, the Revd John Peters, to promote in the parish the whole mission of the church, pastoral, evangelistic, social and ecumenical. The PCC's governing documents came into effect on 2nd January 1957 and are: The Parochial Church Councils (Powers) Measure 1956 as amended and The Church Representation Rules 2006. Its principal office is at 255 Old Marylebone Road, London, NW1 5QT.

1. ACCOUNTING POLICIES

The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value, unless otherwise stated in the relevant note(s) to these accounts. The financial statements have also been prepared in accordance with both the Church Accounting Regulations (2006) and 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) effective 01 January 2019 and the Charities Act 2011. The financial statements 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The accounts include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups that own their main affiliation to another body nor those that are informal gatherings of church members. The charity constitutes a public benefit entity as defined by FRS 102. The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

a) Income and Endowments

Donations and Legacies

Collections and donations are recognised when received by or on behalf of the PCC.

Gift Aid claims to recover income tax on donations received are recognised in the same period in which the donations are received.

Grants to the PCC are accounted for as soon as the PCC is notified of its legal entitlement and the amount due and when any condition attaching to the grant are met.

Income from Charitable Activity

All income receivable from the sale of resources and running of events is accounted for gross.

Gifts in kind

Gifts in kind are accounted for when received and reflected at open market value if such a value may be readily ascertained.

Rental income

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

Income from investments

Income from investments is accounted for when received. Gains and losses on investments valued at market value are recognised in the SOFA annually when they are revalued to market value.

b) Expenditure

Grants

The Church aims to give a proportion of its congregational income in grants to individuals and organisations involved in UK and overseas mission and charitable work. Grants and donations are accounted for on an accruals basis.

Costs of Charitable Activity

The diocesan quota is accounted for when payable.

Pensions

The Church operates a defined contribution pension scheme for all staff. For the first year the employee contributions are 5% of net salary and the employer contributions are 3% of gross salary and over one year's standing, employer contributions of 5% of the gross salary and for over three years' standing, employer contributions of 7.5% of gross salary are made. The PCC make increased employer contributions of 10% for staff members of over 5 years' standing. Pension costs are charged to the same period as the salary costs to which they relate. Employer contributions are paid to the pension administrator within 20 days of each month end. The apportioning of pension cost into restricted and unrestricted funds is done based on the allocation of staff time to the activities related to respective funds. St Mary's Group pension is with Ageon and personal pensions are with Royal London and Nutmeg.

Church Holidays and similar activities

Income and expenses relating to holidays and similar activities organised by the Church are included in the relevant income and expenditure categories in the Statement of Financial Activities. When the Church administers funds for activities organised by a third party, funds are held on the balance sheet until transferred to the third party concerned.

Operating Leases

Operating lease rentals are charged on a straight line basis over the lease term.

c) Fixed Assets

Consecrated Property

Consecrated and beneficed property is excluded from the accounts in accordance with the Charities Act 2011. All expenditure incurred during the year on consecrated or beneficed property, whether maintenance or improvements, is written off as expenditure in the Statement of Financial Activities.

Depreciation of Fixed Assets

Tangible fixed assets are depreciated on a straight line basis over their useful lives on items of over £1,000.

The periods used are as follows:

Plant and machinery	3 Years	Computer equipment	2 Years
Fixtures and fittings	3 Years	Land and buildings	50 years

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

d) Investments

Investments are valued at market value.

e) Stock

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

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. ACCOUNTING POLICIES (Continued)

f) Current Assets

Amounts owing to the PCC are shown as debtors.

g) Funds

Unrestricted funds represent the 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. Funds designated by the PCC are also unrestricted. The charity's restricted funds are either those where the donor has imposed restrictions on the use of the funds or the use of funds are restricted by trust deeds of the charity absorbed into the PCC. Details of these funds are given in note 18.

h) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less. Bank overdrafts are shown within borrowings in current liabilities.

i) Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at the carrying value plus accrued interest less repayments. The financing charge to expenditure is at a constant rate calculated using the effective interest method.

j) Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

k) Presentational currency

The presentational currency is in British pound sterling and is rounded to the nearest £.

2. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that estimates are recognised in the period in which the estimate is revised where the revision affects only that periods.

3. INCOMING RESOURCES

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £
3(a) Income from						
(i) Donations and legacies						
Regular giving	170,237	-	170,237	199,570	-	199,570
Collections from services	2,396	-	2,396	3,218	-	3,218
Gift Aid recovered on regular giving and restricted fund giving	37,397	1,368	38,765	43,507	10,480	53,987
Donations and appeals	117,174	-	117,174	106,182	-	106,182
Other voluntary income	-	6,830	6,830	-	50,085	50,085
	<u>327,204</u>	<u>8,198</u>	<u>335,402</u>	<u>352,477</u>	<u>60,565</u>	<u>413,042</u>
(ii) Coronavirus Job Retention Grant & Employment Allowance from HMRC						
	23,073	-	23,073	31,626	-	31,626
(iii) Activities for Generating Funds: Fundraising Trading						
Hire of St Mark's Church	120,212	-	120,212	120,212	-	120,212
Rent of flats at 255 Old Marylebone Road	13,000	-	13,000	8,917	-	8,917
	<u>133,212</u>	<u>-</u>	<u>133,212</u>	<u>129,129</u>	<u>-</u>	<u>129,129</u>
(iv) Investment Income						
Investment Income	16,629	-	16,629	17,961	-	17,961
Hire of St Mary's Church	217,773	-	217,773	131,297	-	131,297
Interest from investments & bank interest	16	-	16	108	-	108
Realised Profit/Loss on investment	530	-	530	7,504	-	7,504
	<u>234,948</u>	<u>-</u>	<u>234,948</u>	<u>156,870</u>	<u>-</u>	<u>156,870</u>
3(b) Income from Charitable Activity						
Bookshop	-	-	-	64	-	64
EP Income	-	-	-	70	-	70
Café	117	-	117	2,479	-	2,479
Life Course	-	-	-	3,059	-	3,059
Church socials, Church Weekend and church fees	621	-	621	283	-	283
Children, Youth & Students Departments	1,964	-	1,964	1,215	-	1,215
New Wine Ministry	-	-	-	74	-	74
Pastoral & Other Courses Income	20	-	20	-	-	-
Love Marylebone	1,608	-	1,608	-	-	-
Out There Income	450	-	450	180	-	180
Other Miscellaneous income	-	-	-	125	-	125
	<u>4,780</u>	<u>-</u>	<u>4,780</u>	<u>7,549</u>	<u>-</u>	<u>7,549</u>
Profit on disposal of property	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL INCOMING RESOURCES	<u>723,217</u>	<u>8,198</u>	<u>731,415</u>	<u>677,651</u>	<u>60,565</u>	<u>738,216</u>

The Church has one charitable activity as outlined in the Annual Report.

4. TOTAL RESOURCES EXPENDED

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £
4(a) Costs of Generating Funds						
Costs of Fundraising Trading						
Staff salaries	35,824	-	35,824	32,295	7,460	39,755
Venue operating costs	6,929	-	6,929	1,732	-	1,732
Investment management fees	1,962	-	1,962	1,776	-	1,776
St Mary's venue hire cost	16,346	-	16,346	4,115	-	4,115
	<u>61,061</u>	<u>-</u>	<u>61,061</u>	<u>39,918</u>	<u>7,460</u>	<u>47,378</u>
4(b) Costs of Charitable Activity						
Costs directly allocated to Activity						
Grants	26,292	-	26,292	18,114	-	18,114
Grants - Fellowship fund	-	14,430	14,430	-	28,644	28,644
Grants - LA Plant	-	-	-	-	-	-
Grants - One off restricted fund	-	1,740	1,740	-	8,648	8,648
St Mary's - Homeless meal expense	1,064	-	1,064	501	501	1,002
Diocese quota	101,000	-	101,000	101,000	-	101,000
Staff salaries	327,861	-	327,861	241,138	80,380	321,518
Clergy expenses	6,310	-	6,310	11,437	-	11,437
Assistant clergy housing	24,444	-	24,444	24,374	-	24,374
Assistant clergy stipend	39,900	-	39,900	39,900	-	39,900
Book Shop	-	-	-	100	-	100
Café	3,484	-	3,484	2,585	1,724	4,309
Life Course	88	-	88	3,402	3,170	6,572
Other courses & Pastoral department costs	4,170	-	4,170	368	368	736
Love Marylebone	2,095	-	2,095	-	-	-
Out There	-	-	-	1,002	-	1,002
Children, Youth & Students Departments	6,798	-	6,798	2,307	2,306	4,613
Service & worship costs	19,504	-	19,504	4,503	4,503	9,006
LA Church Plant expense	-	-	-	-	-	-
The Centre expense	-	-	-	-	302	302
One off restricted fund expense	-	1,100	1,100	-	1,695	1,695
Conference	315	-	315	185	-	185
New Wine	-	-	-	1,115	-	1,115
New Wine Ministry	-	-	-	207	-	207
Other Church activities including staff events, church socials	4,966	-	4,966	2,063	1,065	3,128
	<u>568,291</u>	<u>17,270</u>	<u>585,561</u>	<u>454,301</u>	<u>133,306</u>	<u>587,607</u>
Support costs - 4 (c)	157,840	-	157,840	79,227	39,748	118,975
Governance costs - 4 (d)	6,600	-	6,600	6,607	-	6,607
Total cost of charitable activities	<u>732,731</u>	<u>17,270</u>	<u>750,001</u>	<u>540,135</u>	<u>173,054</u>	<u>713,189</u>
TOTAL RESOURCES EXPENDED	<u>793,792</u>	<u>17,270</u>	<u>811,062</u>	<u>580,053</u>	<u>180,514</u>	<u>760,567</u>
4 (c) Support costs						
Bank charges	1,615	-	1,615	1,639	-	1,639
Bank charges - OMHT Account	-	-	-	-	24	24
Professional fees Non-governance	1,860	-	1,860	784	-	784
St Mary's School hall rent	3,120	-	3,120	1,200	-	1,200
255 Old Marylebone Road	1,459	-	1,459	2,023	-	2,023
St Marks operating cost	2,843	-	2,843	-	203	203
Depreciation	30,630	-	30,630	7,890	18,897	26,787
Church maintenance	22,390	-	22,390	13,339	-	13,339
Office maintenance	2,725	-	2,725	-	1,374	1,374
Church running expenses	57,889	-	57,889	23,527	19,250	42,777
Office running expense	33,309	-	33,309	28,825	-	28,825
	<u>157,840</u>	<u>-</u>	<u>157,840</u>	<u>79,227</u>	<u>39,748</u>	<u>118,975</u>
4 (d) Governance costs						
Professional fees	6,600	-	6,600	6,607	-	6,607
	<u>6,600</u>	<u>-</u>	<u>6,600</u>	<u>6,607</u>	<u>-</u>	<u>6,607</u>

5. GRANTS

Grants to institutions

LA Church Plant
Shadrach Uganda Project
Kiwoko Hospital Uganda
Nelson Street Church Plant
St Mary's School
Connected Lives
Grants to other institutions

Total grants to institutions

Grants to individuals

One-off grants to individuals
Fellowship Fund
Total Grants to individuals

Total Grants

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	2020 £
LA Church Plant	-	-	-	-
Shadrach Uganda Project	1,800	920	2,720	8,800
Kiwoko Hospital Uganda	2,992	601	3,593	-
Nelson Street Church Plant	6,000	-	6,000	-
St Mary's School	1,000	-	1,000	-
Connected Lives	10,000	-	10,000	10,000
Grants to other institutions	3,600	219	3,819	7,240
Total grants to institutions	25,392	1,740	27,132	26,040
One-off grants to individuals	900	-	900	722
Fellowship Fund	-	14,430	14,430	28,644
Total Grants to individuals	900	14,430	15,330	29,366
Total Grants	26,292	16,170	42,462	55,406

Grants to individuals associated with Restricted Funds comprise Fellowship Fund grants.

Grants to institutions associated with Restricted Fund comprise of grant to Paddington Food Bank, Kiwoko and grant to Uganda.
In 2020, grants were given to 9(2020-7) institutions and 25(2020-31) individuals.

6. STAFF COSTS

Wages

Social security costs

Pension contributions

- Unrestricted (St Mary's based staff)
- Restricted (St Mary's staff)

- Unrestricted (St Mary's based staff)
- Restricted (St Mary's staff)

- Unrestricted (St Mary's based staff)
- Restricted (St Mary's staff)

	2021 £	2020 £
Wages	324,482	232,502
Social security costs	-	84,851
Pension contributions	17,491	17,967
	-	6,100
	21,712	14,890
	-	4,963
	363,685	361,273

The average number of full time staff employed in the year:

- Unrestricted (St Mary's based staff)
- Restricted (non St Mary's staff)

	No.	No.
Unrestricted (St Mary's based staff)	12	11
Restricted (non St Mary's staff)	-	1

No member of staff earned more than £60,000 in the year. (2020: None)

During 2021, the following staff were members or connected to members of the PCC or in position of control: Rev'd John Peters (Clergy), Jenny Peters (Spouse), Matt Coombs (Clergy), Sally Watson(Director of Operations). All these people were working full time or part time for the charity at some point during 2021. In 2021, the staff listed above who were either members of the PCC or related to people on the PCC or in position of control received emoluments totalling to £107,429 (2020 - £103,443).
The payments to the London Diocese includes the stipends of the vicar and curate. As is standard practice within the Church of England, the vicar and curate receive either housing or housing benefit.

7. INDEPENDENT EXAMINER'S REMUNERATION

Independent Examiner's remuneration

	2021 £	2020 £
Independent Examiner's remuneration	3,000	3,000

8. TANGIBLE FIXED ASSETS

	Land and Buildings	Plant and Machinery	Computer Equipment	Fixtures and Fittings	Total
	£	£	£	£	£
COST					
As at 1 January 2021	1,332,441	256,142	42,494	27,546	1,658,623
Additions in the year	-	16,653	2,132	6,479	25,264
Disposals in the year	-	-	-	-	-
As at 31 December 2021	1,332,441	272,795	44,626	34,025	1,683,887
DEPRECIATION					
As at 1 January 2021	182,915	251,744	41,972	27,263	503,894
Charge for the year	16,650	9,950	1,588	2,442	30,630
Disposals in the year	-	-	-	-	-
As at 31 December 2021	199,565	261,694	43,560	29,705	534,524
NET BOOK VALUE					
As at 31 December 2021	1,132,876	11,101	1,066	4,320	1,149,363
As at 31 December 2020	1,149,526	4,398	522	283	1,154,729

9. FIXED ASSET INVESTMENTS

	Cash	Equities and bonds	Total
	£	£	£
As at 1 January 2021 - Market Value	1,315	629,893	631,208
Additions in the year	2,199	-	2,199
Disposals	-	(1,670)	(1,670)
Net movement in cash	(1,962)	-	(1,962)
Change in value in the year	-	59,662	59,662
As at 31 December 2021 - Market Value	1,552	687,885	689,437
Historic cost:			
At 31 December 2021 (2020:£505,610)	-	503,940	503,940

The charity has invested funds in the Barclays charity fund.

10. STOCKS

Finished goods and goods for sale (Books).

The amount of stock expensed during the year was nil (2020:£1,050).

	2021 £	2020 £
Finished goods and goods for sale (Books).	730	640
	730	640

11. DEBTORS

Debtors including Gift Aid tax recoverable
Prepayments and accrued income

	2021 £	2020 £
Debtors including Gift Aid tax recoverable	10,908	13,101
Prepayments and accrued income	978	2,100
	11,886	15,201

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Taxation and social security costs
Deferred income
Other creditors & accruals
Bank loans and overdraft

	2021 £	2020 £
Taxation and social security costs	6,574	6,331
Deferred income	43,817	11,134
Other creditors & accruals	17,545	6,508
Bank loans and overdraft	5,769	1,910
	73,705	25,883

13(a) DEFERRED INCOME

In 2021, £43,817 (2020:£11,134) was received for hiring of St Mary's church hall for various events in 2022.

14. ANALYSIS OF NET ASSETS BY FUND

	Unrestricted Funds £	Restricted Funds £	Total Funds £
Fixed Assets	1,838,800	-	1,838,800
Current Assets/(Liabilities)	(12,380)	35,523	23,143
	<u>1,826,420</u>	<u>35,523</u>	<u>1,861,943</u>

Within current assets is restricted cash of £35,523 which cannot be used for general purposes.

15. OPERATING LEASE COMMITMENTS

Lessee

At 31 December 2021 the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases which fall as follows:

	2021	2020
Within one year	8,227	8,227
Between two and five years	4,262	7,104
In over five years	-	-
	<u>12,489</u>	<u>15,331</u>

The amount of lease cost recognised in the year as expense was £24,382.

Lessor

The operating leases represent leases of land and buildings to third parties.

At the reporting end date the PCC had contracted with tenants for the following minimum lease.

	2021	2020
Within one year	111,083	120,830
Between two and five years	-	110,000
In over five years	-	-
	<u>111,083</u>	<u>230,830</u>

16. RELATED PARTY TRANSACTIONS

Aggregated donations received from the trustees or related parties without conditions was £53,440 (2020 - £67,082).

Four family members of the trustees and three trustees were engaged on an adhoc basis to help with various activities of the church and payments were made to them for the service provided (£3,455) (2020: £784). No grants were given to the trustees (2020: £2,600).

The trustees are not paid any remuneration for discharging their duties as a trustee.

There are no balances owing to or from any related party at the year end (2020 - Nil).

17. CASH GENERATED FROM OPERATIONS

	2021	2020
£	£	£
Net movement in funds	(19,985)	(43,576)
Adjustments for:		
Depreciation of fixed assets	30,630	26,787
(Gains)/losses on investments	(59,662)	21,225
Dividends, interest and rents from investments	<u>(234,948)</u>	<u>(156,870)</u>
	(263,980)	(108,858)
Movements in working capital:		
(increase)/decrease in stock	(90)	-
(Increase)/decrease in debtors	3,315	-
Increase/(decrease) in creditors	<u>47,822</u>	<u>-</u>
	51,047	-
Cash absorbed by operations	<u>(232,918)</u>	<u>(152,434)</u>

18. ANALYSIS OF RESTRICTED FUNDS

		Old Mission Hall Trust Fund	Fellowship Fund	LA Churchplant Fund	The Centre Fund	One off Restricted Fund	Total Funds
INCOMING RESOURCES							
Voluntary Income	3(a)(i)	-	5,558	1,275	-	1,365	8,198
		-	5,558	1,275	-	1,365	8,198
RESOURCES EXPENDED							
Costs of raising funds	4(a)(i)	-	-	-	-	-	-
Costs of Charitable Activities	4(b)	-	14,430	-	-	2,840	17,270
		-	14,430	-	-	2,840	17,270
NET MOVEMENT IN FUNDS		-	(8,872)	1,275	-	(1,475)	(9,072)
BALANCE BROUGHT FORWARD AS AT 1 JANUARY 2021		-	30,072	2,969	-	11,554	44,595
BALANCE CARRIED FORWARD AS AT 31 DECEMBER 2021		-	21,200	4,244	-	10,079	35,523

ANALYSIS OF RESTRICTED FUNDS - Comparison figures - for year ending 2020

		Old Mission Hall Trust Fund	Fellowship Fund	LA Churchplant Fund	The Centre Fund	One off Restricted Fund	Total Funds
INCOMING RESOURCES							
Voluntary Income	3(a)(i)	-	51,533	2,969	-	6,063	60,565
		-	51,533	2,969	-	6,063	60,565
RESOURCES EXPENDED							
Costs of raising funds	4(a)(i)	7,460	-	-	-	-	7,460
Costs of Charitable Activities	4(b)	133,765	28,644	-	302	10,343	173,054
		141,225	28,644	-	302	10,343	180,514
NET MOVEMENT IN FUNDS		(141,225)	22,889	2,969	(302)	(4,280)	(119,949)
BALANCE BROUGHT FORWARD AS AT 1 JANUARY 2020		141,225	7,183	-	302	15,834	164,544
BALANCE CARRIED FORWARD AS AT 31 DECEMBER 2020		-	30,072	2,969	-	11,554	44,595

The Old Mission Hall Trust Fund was set up to further mission and other ecclesiastical work of the church within the former parish of St Mark's St Marylebone; and to receive income from and to administer St Mark's Church. The former parish of St Mark's Marylebone has been merged with the parish of St Mary's Bryanston Square for a number of years and has been treated as one parish by both the London Diocese and the PCC ever since. Where costs are incurred which cannot be identified as relating specifically to buildings in either former parish, or occur outside of the whole parish costs are allocated equally between the two former parishes within the parish. The costs associated with the former parish of St Mark's St Marylebone are expensed against the Old Mission Hall Trust restricted fund.

The Fellowship Fund comprises funds given for the purpose of helping those in the congregation in financial need.

The Centre has become a new charity(Connected Lives) from 2020. The Centre restricted fund balance amount from 2019 (£302) was donated to Connected Lives in 2020.

The LA Church plant Fund comprises funds given for the purpose of planting a new church in Los Angeles, USA

The One off Restricted fund comprises of the congregation's giving to Kiwoko Hospital ,School building fund in Uganda and other one off specific recipients.