



Annual Report and Financial Statements
Year ended 31 December 2021

Contents of the financial statements for the year ended 31 December 2021

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St George the Martyr with St. Alphege and St. Jude, Southwark

Charity Number 1132726

Charity Information for the year ended 31 December 2021

Charity: The Parochial Church Council of the Ecclesiastical Parish of St George the Martyr with St. Alphege and St. Jude, Southwark

Governing Document: Parochial Church Councils (Powers) Measure 1956
Church Representation Rules

Registered Office: St George the Martyr Church, Borough High Street,
London, SE1 1JA

Charity Number: 1132726

Trustees (Parochial Church Council [PCC] members) and Key Management Personnel:

Priest in charge:
Canon Jonathan Sedgwick (Chairman) (to March 2022)
The Rev. Robert Slater-Carr (from April 2022)

Representatives on the Deanery Synod:
Marvella Davies
Anne Humphries (resigned May 2021)

Other Clergy:
The Rev. David Adamson-Hill (Curate) (resigned May 2021)
The Rev. David Pape (Assistant Priest)
The Rev. Robert Slater-Carr (to March 2022)

Wardens:
Sophie Brightwell
Grace Idowu
Olufemi Shorinolu

Other elected members:
Siobhan Aarons
George Braimah
Kirsty Burns (appointed May 2021)
Mrs Matilda Coker (resigned May 2021)
Laura Elworthy
Fred Kawesa (resigned May 2021)

Mr Percy Larbi
Jacqueline Owusu-Ansah (resigned May 2021)
Josephine Owusu-Ansah (resigned May 2021)
Jonathan Pix
Stephen Shanahan (appointed May 2021)
Janet Whitnall (resigned March 2022)

Key Management Personnel (non-trustees):

Operations Manager - Kate Sing'ombe (until October 2021), Charmaine Totterdale (from November 2021)

Bankers:
CAF Bank Plc
Barclays Bank Plc

Auditor:
Jacob Cavenagh & Skeet
Chartered Accountants
5 Robin Hood Lane
Sutton, Surrey, SM1 2SW

Investment advisers:
South London Church Fund & Southwark Diocesan Board of Finance
Trinity House
4 Chapel Court, Borough High Street
London, SE1 1HW

Report of the Chairman For the year ended 31 December 2021

Looking back over 2021, I am very glad to be able to say that by working together and supporting one another much has been achieved in the life of our parish. By the end of the year – in spite of understandable fears about the impact that the Omicron variant of coronavirus might have – we felt confident that our precautions and the impact of the vaccine programme meant that worship could safely continue in church. And so, in spite of the huge numbers of infections – which affected many of our congregation and community – our Sunday and daily worship has continued without a break since our re-opening on Palm Sunday.

I am incredibly thankful for the resourcefulness and resilience of our staff team, our many volunteers and the wider congregation in response to the challenges we have faced.

Public Worship

The worship of God is the heart of our life at St George's. We try to do this with care, beauty, and dignity but in a way which is engaging and accessible for everyone. However, following appeals by both the Mayor of London and the Leader of Southwark Council we took the painful but necessary decision to close the church for public worship at the beginning of January. However, in this second national lockdown unlike the first, the clergy and a small number of others participating in leading worship were allowed into church and so we livestreamed a Sung Eucharist at 11am every Sunday with Compline sung on zoom at 7pm. I am grateful to Rosie Slater-Carr, Laura Elworthy and Jo Lewis who managed the broadcasts. And also to Jonathan Pix our organist and Siobhan Aarons who generously provided such beautiful music to enhance our worship. Morning Prayer also continued daily on zoom during this period.

As the other restrictions began to be lifted, the PCC decided that public worship could resume from Palm Sunday and so following detailed work on risk assessments we opened our doors. In this period, we had careful plans for social distancing and mask wearing. Jonathan and Siobhan continued to provide our music – with the addition of a wonderful tenor Alastair Merry – during the Triduum – because singing was believed to pose a serious risk of infection. Except for the President of the Celebration, we continue to receive Holy Communion in only one kind. However, we kept a full Holy Week with wonderful addresses by the Archdeacon of Southwark the Ven. Dr Jane Steen. Our Vigil Mass and the Sung Eucharist on Easter Day were memorable occasions and it was wonderful to see church so full again. Fr Rob – our curate – in this his first year as a priest presided at the services of the Triduum. We also returned to church for Morning Prayer in Holy Week.

We have had two weddings in church during the year which were both a great delight and especially because they involved people who are regularly part of the life of the church.

In common with almost every other local church our numbers Sunday by Sunday were substantially lower than prior to lockdown typically by a half or a third. We continued to livestream our service and some have worshipped in that way or have alternated between in-person and online worship. By the end of the year, most people had returned to church if not as regularly as before and with a number of others coming to join our community, our numbers were beginning to re-build.

We also continue to be enormously grateful to Fr David Pape for the beautiful service booklets he produces each week which so enhance our worship and make it so easy to follow.

Groups and activities

Many of our activities – Mothers Union, Young Disciples, Diddy Disciples, Community Café, Heritage Programme, Toddler Group – which have relied on in-person meetings have remained suspended. There is a variety of reasons for this: difficulties in finding sufficient volunteers, a sense that it was still not sensible to restart activities with significant amount of interaction in the close confines of the crypt, and the perception that people were still cautious. We also found that running the food co-operative used up a great deal of our available energy and space! However, some of our previous regular activities have restarted or continued online:

- Bible Study has been a particular delight, we have met almost every Tuesday since the first lockdown and have had wonderful studies on: Colossians, Proverbs, Isaiah and during Lent we followed Dr Paula Gooder's 'Through the Wilderness'.

**Report of the Chairman (continued)
For the year ended 31 December 2021**

- We began to prepare a lovely group of younger secondary school aged children for confirmation during the year on Sundays – I was very grateful to Jo Lewis and Claire Kwon – for leading this work. Since the confirmation in October they have continued to meet fortnightly.
- We again had a marriage preparation course online which was much appreciated by the couples taking part.
- I led an in-person course to explore the Christian Faith using Bishop Graham Tomlin's Book 'Why Being Yourself is a bad idea'. This continued with a number of adults as a confirmation preparation course.
- Our voluntary chaplaincy at London South Bank University has run online for most of the year and I have been hugely grateful to Jo Lewis for her persistence and creativity in quite challenged circumstances. It was wonderful to be back on site at the beginning of 2022 serving hot chocolate at night to students preparing for exams in the library.
- We were hoping to restart 'Make Lunch' events this year but difficulties in recruiting a Children's Worker have got in the way of this. We did, however, have one event just before Christmas with a 'Christingle Takeaway' and outdoor crib service.
- Our Music Academy which continued online so innovatively during the early days of the pandemic, restarted in person in September. We have continued our collaboration with Water City Music, with a great highlight in October being the Dragon Reconnects Festival in which around 100 children performed in a concert in church alongside professional musicians; in addition we took performers out to a number of community care settings.

Food Programme

One of the greatest joys of the year has been the way in which our Food Co-operative has gone from strength to strength. The commitment of our volunteers is a real inspiration as they come to work so hard with us week after week. As is the appreciation of so many customers for whom the shop has become a real lifeline in hard times.

Although the Food Co-operative charges a modest amount (£4.50) for a 'shop', and receives many donations including from the Felix Project which re-purposes supermarket food nearing the end of its shelf life, we also rely on grant income.

We believe that there is huge potential to develop the co-operative further both in relation to advice services, a community café and other outreach activities. However, if it is to continue beyond 2022 further funding will be needed.

People

Perhaps inevitably this has been a year of farewells. Fr David Dominic having completed his curacy with us went in May to take up a new role as Associate Priest at St George's Waddon. We are delighted to say that he and his wife Amanda were soon joined by baby Luke in their new home. At the beginning of August, Heidi Cutts our Heritage Officer left us having found that her work with excluded communities which had formed an increasingly important part of her role at St George's had drawn her into new directions and she has moved to a new role in this field. In October, Kate Sing'ombe inspired by her work on the Food Co-operative left us to take up another role, also in the community sector. Kirsty Burns was also offered promotion and a full-time job in her other place of work and so left us in November. Charmaine Totterdale joined us at the beginning of November as our full-time Operations Manager and she has been a great addition to our team.

It was a great joy for us to celebrate with Fr Rob as he was ordained priest at St Peter's Walworth by Bishop Karowei in July, and the following day he presided at the Eucharist for the first time. We also continue to rejoice in the ministry of Fr David Pape. His practical support of our life as well as the wisdom of his sermons are both much appreciated. And we have also been blessed by our ordinand on placement from St Augustine's College Jo Lewis. And we congratulate Jo on her marriage to Stephen in the summer. And as already mentioned, Jonathan Pix has continued his work as our Director of Music and also running our Music Academy as well as finding time to mount a major bid for restoration of our historic organ.

Adam Comber continues to do amazing work as a Food Co-operative Manager and he was joined towards the end of the year by Brian Cummings in a new role supporting the shop. Adam and Brian manage and inspire an amazing group of volunteers and we are so blessed to have them on our team. We are also incredibly grateful to Andrew Burns who works so flexibly and dedicatedly as our caretaker looking after choirs and other hires out of hours.

**Report of the Chairman (continued)
For the year ended 31 December 2021**

My own time at St George's has been more constrained during the course of this year as the Bishop of Southwark asked me to take on the role of acting Archdeacon of Southwark when the Ven Dr Jane Steen left in June to be ordained as Bishop of Lynn. I have been hugely grateful especially to Fr Rob and Jo for making it possible for me to combine these duties by picking up so much of the work at St George's and South Bank University. Just before Christmas it was announced that I will be leaving St George's at the end of March 2022 to take up this role substantively.

And finally, I am grateful for the support of our churchwardens: Olufemi Shorinolu and Sophie Brightwell. Their wisdom and dedication has been wonderful during this time. I have enormously appreciated their guidance and cheerful encouragement.

Finances

Our church finances have been remarkably resilient throughout this very difficult period. Many people have continued to give generously even whilst worship was suspending. And our rental income from the halls at St Alphege and the flats has also been steady. Our investment income has also performed well. The main area where we have seen a reduction in our income has been lettings of the church and crypt. We also benefited from a number of grants for the Food Co-operative, and also a grant from the St George the Martyr Charity for a children's concert in October.

Governance

As soon as lockdown began, it was clear that PCC meetings would have to shift online. Almost everyone has been able to adapt to this and I am very grateful for the dedication of the PCC. Exceptionally, the diocese also permitted us to postpone our Annual General Meeting and APCM which means that this year there will be meetings for both 2020 and 2021 consecutively at the end of May. I am very grateful that PCC members and churchwardens have been willing to extend their terms in this way.

Conclusion

It has been a huge privilege to serve as Rector of St George's. No one could have wanted for a richer or more stimulating – and at times challenging – time of ministry, nor for more wonderful and supportive colleagues, nor for a more loving, faithful and encouraging congregation and community.

Prepared by Canon Jonathan Sedgwick

**Trustees' Annual Report
For the year ended 31 December 2021**

Introduction

The trustees of St George the Martyr (The Parochial Church Council of the Ecclesiastical Parish of St. George the Martyr with St. Alphege and St. Jude, Southwark) are pleased to present their report together with the financial statements, for the year ended 31 December 2021.

The auditor's report is shown immediately after this report. The reference and administrative details set out on page 1 form part of this report.

The financial statements comply with current statutory requirements, and the accounting policies set out in note 1 to the accounts.

Structure, Governance, and Management

St George the Martyr was registered with the Charity Commission as a charity on 16 November 1999, having been a church since at least 1122.

The trustees are the members of the PCC who are either ex officio or elected by the Annual Parochial Church Meeting in accordance with the Church Representation Rules. The key management personnel are considered to be the members of the PCC and the Operations Manager.

When recruiting new trustees nominations are requested from church members. When considering appointment of trustees the PCC has regard to the requirements of any specialist skills needed. New trustees are provided with detailed information on their legal obligations under charity law and an explanation of what the role will entail. Their training needs are assessed from time to time by the PCC, and training provided where required. New trustees are introduced to fellow trustees and encouraged to attend appropriate external and diocesan training events where these will facilitate the undertaking of their role.

The remuneration of key management personnel is the responsibility of the PCC and is reviewed as part of an annual performance review.

The trustees normally meet six times a year, during 2021 there were 5 meetings held by Zoom. Day-to-day management of the church is undertaken by the Priest in Charge, other members of the clergy and the staff team, comprising the Operations Manager, Administrator, Heritage Officer (until July 2021), Organist and caretaker.

St George the Martyr is a parish church within the Diocese of Southwark, and within the local Episcopal area of Woolwich. It is also accountable in certain matters to the Archdeacon of Southwark.

The trustees have recognised their responsibility for the management of risk, have identified risk factors, measured their potential impact on the church, and taken the necessary steps to manage these risks.

The principal risks identified and the plans and strategies for managing those risks are:

- Filling voluntary officer roles of Treasurer and Secretary – training and support with succession planning
- Loss of income from failure of tenancy – advance collection of rent and due diligence on tenants
- Failure in charity governance – take guidance from both the Charity Commission and the Church of England

Objectives and Activities

The trustees have referred to the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. Particular areas that are for the public benefit include the Worship of God, teaching the faith, educational and social activities for children and adults, hosting concerts and other cultural activities and offering moral support to the vulnerable.

Trustees' Annual Report (continued)
For the year ended 31 December 2021

Objectives and Activities (continued)

The church promotes, in the ecclesiastical parish, the whole mission of the church. The church's work in advancing the Christian faith is done primarily through weekly services, through marriage, baptism, and funeral services, and through pastoral work within the parish. The public benefit is achieved through enhancing the spiritual well-being of the beneficiaries.

The church's work in relieving poverty is done primarily through gifts to other charities, working both within and outside the UK, and through activities in the local community. The public benefit is achieved through the delivery of material, social, and spiritual benefits to beneficiaries.

The church's work in advancing education is done by systematic teaching of the Bible each Sunday to adults and young people, through study groups including a bible study programme, a younger adults discussion group and a Sunday School for children of Primary School age. The public benefit is achieved because such teaching is open to all.

In 2015 the PCC agreed the following vision for the church:

We are a community of Christians meeting regularly to worship God, to grow in God's love and to share the good news of Jesus Christ with our neighbours. In sharing his love, we try to meet some of the needs of the many different people living together in this place and to build community here. We are an open, diverse and inclusive community.

Volunteers serve in a large number of capacities: for example, pastoral care, teaching children, assisting in organising concerts, the Borough Food Co-operative and assisting with services.

Review of Activities

Services

St George the Martyr provide Morning and Evening Prayer every weekday, Morning Prayer on Saturdays and a Sung Eucharist and Sung Compline every Sunday. There is also a regular weekday Eucharist on Wednesdays. It has regularly conducted weddings, baptisms, and funerals too.

Pastoral Care

The vicar and curates are committed to providing pastoral care throughout the parish as needed, and members of the pastoral team also care for members of the congregation.

During 2021, as a direct result of the Covid-19 pandemic and resulting lockdowns, normal activities continued from 2020 to be, at least in part, suspended. Services and pastoral care continued and were provided using a mixture of Zoom calls and meeting in person when guidelines permitted.

Future plans

Our future plans are to ensure that the church building and fellowship are in a position to continue delivering the activities, outlined in the Report of the Chairman, to the members and surrounding community.

The restoration of our historic organ remains in the planning stage due to delays brought about by Covid -19; and in addition further consideration is also still being given to the restoration and redevelopment of the church building as outlined in the Feasibility Study.

Trustees' Annual Report (continued)
For the year ended 31 December 2021

Trustee responsibilities

The trustees (the PCC) are responsible for preparing the Trustees' Report and the financial statements in accordance with charity law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and the Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the year end and of its income and expenditure during that year. In preparing those financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards and statements of recommended practice have been followed subject to any departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Financial Review and Reserves Policy

Total income for the year amounted to £420,849 (2020: £486,096), a decrease of £65,000.

Donations and legacies decreased by £51,000 overall. The Food Programme accounted for a £46,000 of this decrease; of which £72,000 related to reduced grants and £22,000 to reduced donations, which were offset by increases in shop takings of £28,000 and food donations from FareShare of £20,000. Other grants reduced by £13,500 whilst collections and income from other events increased by £7,500. Overall income for the General fund rose by £7,500 on last year.

The decrease of £6,000 in income from Other trading activities is as a result of a decrease in both church and crypt hire as a continued effect of the Covid-19 pandemic.

The £8,000 decrease in Investment income is a result of a fall in the rent received for the Pocock Street flats of £7,000 as one of the flats was used entirely by clergy in the current year, a fall in Rushworth Street income of £7,500, and an increase in St Alphege Hall income of £6,500.

Total expenditure for the year amounted to £404,232 (2020: £384,459), an increase of £20,000. The increase in expenditure is mainly attributable to the following:

- Increased Food Programme costs of £20,000, of which £17,000 is the rise in value of the food donations from FareShare, offset by a reduction in other food costs of £11,000, and an increase in wages of £14,000
- Excluding the Food programme wages, compared to 2020, are lower by £9,000 as the Heritage Officer position ceased at the end of July
- St Alphege costs down by £5,000 – less maintenance required
- Pocock Street maintenance lower by £3,000 – also less maintenance required
- Rushworth Street costs up by £2,000 - legal for new lease
- Fairer Share increase of £3,000
- Music & service costs higher by £4,000 – a staged resumption of church services
- Church administrative costs higher by £5,000 – a return to more normal church activity
- Insurance costs lower by £3,000 – change of insurer
- Church & crypt maintenance and repairs are higher by £6,000 – electrical upgrade and plumbing work

**Trustees' Annual Report (continued)
For the year ended 31 December 2021**

Financial Review and Reserves Policy (continued)

We give thanks to God for providing sufficient income during the period.

St George the Martyr has a reserves policy, to ensure that there are resources (net current assets) to cover 13 weeks' unrestricted expenditure. The resources available at 31 December 2021 of £100,123 (2020: £81,269) are calculated by taking total unrestricted and designated funds (from Note 9, excluding the Land & Buildings and Fixed Asset funds totalling £7,362,906 at the end of the year). In relation to total un-restricted and designated expenditure of £232,522 (excluding the same funds), also from Note 9, this equates to 22 weeks' (2020: 18 weeks') expenditure. Restricted fund balances at 31 December 2021 amount to £44,421 (2020: £44,351).

Investment Policy

The investment policy of St George the Martyr is to hold a diversified portfolio of investments across a broad range of asset classes consistent with the ethical guidelines consistent with the ethical guidelines of the Church of England. Our performance objective is to support the Church, balancing the needs of both current and future beneficiaries. Investment is managed by the South London Church Fund & Southwark Diocesan Board of Finance.

Fundraising Policy

St George the Martyr engaged in fundraising, in the form of receiving free-will offerings/donations, some of which were gift-aided, from members of our fellowship. However, we did not contract the service of any professional fundraisers as defined by section 58 of the Charities Act 1992. Other than publicly inviting an offering at every service, we do not engage in persistent fundraising or intrusive fundraising practices with any of our donors, including vulnerable people, and we never have private or coercive discussions with individuals about their giving. Our fundraising practices are ethical and in accordance with Biblical principles. No complaints were received about our fundraising practices.

St George the Martyr applies for grant funding to support the work of the church. During the year we received grants from various organisations and the Trustees wish to thank the trusts and companies who have provided vital fundraising.

Public benefit

The trustees have given due consideration to Charity Commission published Guidance on the operation of the Public Benefit requirement. Public benefit is achieved by both social outreach and services and other events being open to all.

The financial statements have been prepared on the basis that the charity is a going concern. The trustees consider that there are no material uncertainties about the Church's ability to continue as a going concern due to resources held and forecast income and expenditure.

The Trustees are not aware of any post balance sheet events requiring disclosure. The continuing mission of the church that encompasses future developments and specific areas are in the Report of the Chairman preceding this report.



The Rev. Robert Slater-Carr, Chairman

29/5/22
Date

Independent auditor's report to the members of the Parochial Church Council of St George the Martyr with St Alfege and St Jude, Southwark for the year ended 31 December 2021

Opinion

We have audited the financial statements of Parochial Church Council of St George the Martyr with St Alfege and St Jude, Southwark (the "PCC") for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, 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 PCC's affairs as at 31 December 2021 and of its 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 PCC 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 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 PCC members' 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 PCC's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

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

Other information

The other information comprises the information included in the annual report, including the PCC members' report, other than the financial statements and our auditor's report thereon. The PCC members are responsible for the other information contained within the annual report. 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 PCC and its environment obtained in the course of the audit, we have not identified material misstatements in the PCC members' report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

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

Independent auditor's report to the members of Parochial Church Council of St George the Martyr with St Alphege and St Jude, Southwark for the year ended 31 December 2021 (continued)

Responsibilities of the PCC members

As explained more fully in the PCC members' responsibilities statement, the PCC members 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 PCC members are responsible for assessing the PCC'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 PCC members either intend to liquidate the PCC or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity, we identified that the principal risks of non-compliance with laws and regulations related to employment, financial reporting legislation and health and safety regulations and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management, considering the internal controls in place and discussion amongst the engagement team.

We determined that the principal risks were related to incorrect recognition of legacy income, management bias in accounting estimates, valuation of property, presentation of separately disclosed items and management override of controls.

In response to the risks identified we designed procedures which included, but were not limited to reviewing all information available on legacy income and asking for updates on any further information right up to sign off, challenging significant accounting estimates such as valuation of property, agreeing financial statement disclosures to underlying supporting documentation, identifying and testing journal entries, reviewing PCC meeting minutes and evaluating the charity's internal controls.

There are inherent limitations in the audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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. This description forms part of our auditor's report.

Use of our report

This report is made solely to the PCC members, as a body, in accordance Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the PCC members' 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 PCC and the PCC members as a body, for our audit work, for this report, or for the opinions we have formed.

Jacob Cavenagh & Skeet
Statutory Auditor & Chartered Accountants

*Jacob, Cavenagh +
Skeet*

5 Robin Hood Lane
Sutton
Surrey
SM1 2SW

Dated: 26/10/2022

Jacob Cavenagh & Skeet is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

Statement of Financial Activities for the Year ended 31st December 2021

	Note	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Income from:	2						
Donations and legacies		28,641	-	169,473	-	198,114	248,948
Other trading activities		10,883	-	-	-	10,883	16,647
Investments		198,521	-	-	12,107	210,628	218,467
Church activities		1,224	-	-	-	1,224	2,034
Total income		239,269	-	169,473	12,107	420,849	486,096
Expenditure on:	3						
Raising funds		188,733	-	30,321	-	219,029	213,958
Church activities		43,789	6,219	135,170	-	185,203	170,501
Total expenditure		232,522	6,219	165,491	-	404,232	384,459
Net (expenditure)/income before gains/(losses)		6,747	(6,219)	3,982	12,107	16,617	101,637
(Losses) / gains on investments		-	-	-	53,772	53,772	(13,254)
Net (losses)/gains on investments	5	-	-	-	53,772	53,772	(13,254)
Net (expenditure)/income before transfers		6,747	(6,219)	3,982	65,879	70,389	88,383
Transfers	9						
Gross transfers between funds		(525)	16,544	(3,912)	(12,107)	-	-
Net movement in funds		6,222	10,325	70	53,772	70,389	88,383
Total funds brought forward		58,901	7,387,581	44,351	461,462	7,952,295	7,863,912
Total funds carried forward		65,123	7,397,906	44,421	515,234	8,022,684	7,952,295

Balance sheet as at 31st December 2021

	Note	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Fixed assets							
Tangible assets	5	-	925,406	-	-	925,406	927,713
Investments	5	-	6,437,500	-	495,234	6,932,734	6,878,962
		-	7,362,906	-	495,234	7,858,140	7,806,675
Current assets							
Stocks	6	-	-	3,651	-	3,651	-
Debtors	7	13,458	-	5,917	-	19,375	19,957
Cash at bank and in hand		95,877	35,000	41,222	20,000	192,099	171,685
		109,335	35,000	50,790	20,000	215,125	191,642
Liabilities							
Liabilities: Amounts falling due in one year	8	44,212	-	6,369	-	50,581	46,022
		44,212	-	6,369	-	50,581	46,022
Net current assets		65,123	35,000	44,421	20,000	164,544	145,620
Net assets		65,123	7,397,906	44,421	515,234	8,022,684	7,952,295
Represented by							
General fund		65,123	-	-	-	65,123	58,901
Designated funds		-	7,397,906	-	-	7,397,906	7,387,581
Restricted funds		-	-	44,421	-	44,421	44,351
Endowment funds		-	-	-	515,234	515,234	461,462
Funds of the charity	9	65,123	7,397,906	44,421	515,234	8,022,684	7,952,295

Approved by the PCC at its meeting on 29 MAY 2022 and signed on its behalf.

Signed: 
The Rev. Robert Slater-Carr (Chairman)

Signed: 
Sophie Brightwell (Lay Chair)

Notes to the Financial Statements for the year ended 31st December 2021

I ACCOUNTING POLICIES

The charity is registered with the Charity Commission in England and Wales. Its registered office is: St George the Martyr Church, Borough High Street, London SE1 1JA.

The principal accounting policies adopted in the preparation of the financial statements are as follows:

Basis of preparation

The financial statements have been prepared under the Charities Act 2011 and in accordance with the Church Accounting Regulations 2006, the Charities' Statement of Recommended Practice (Charities SORP (FRS 102)) and Financial Reporting Standard 102 (FRS 102).

The financial statements have been prepared under the historical cost convention, except for the valuation of listed investments and investment property, which are shown at a market value.

The charity prepares its financial statements in pounds sterling, rounding to the nearest £1.

The charity constitutes a public benefit entity as defined by FRS 102.

Going Concern

The trustees consider that there are no material uncertainties about the ability of St George the Martyr to continue as a going concern. There are no material uncertainties affecting the current year's accounts.

Funds

General funds represent the funds of the Parochial Church Council (PCC) that are not subject to any restriction regarding their use and are available for application on the general purposes of the PCC. Funds designated for a particular purpose by the PCC are also unrestricted.

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 owe their main affiliation to another body nor those that are informal gatherings of Church members.

Income

Income is included when the church has entitlement to the income, it is probable the income will be received, and the amount can be reliably measured.

Donations and legacies

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

Income tax recoverable on gift aid donations is recognised when the donation is received.

Grants and legacies to the PCC are accounted for when the PCC is notified of legal entitlement and the amount due.

Grant income from the CJRS is recognised in the period to which the underlying staff costs relate.

Fund raising events are accounted for gross.

Donated food is recognised as income when received; shop takings, from the Food Programme, are accounted for gross.

Other trading activities

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

Income from investments

Interest is accounted for when receivable. Tax recovered on such income is recognised in the same accounting year.

Church activities

Fees and other income are recognised when the church has entitlement to the income.

Notes to the Financial Statements for the year ended 31st December 2021

I ACCOUNTING POLICIES (continued)

Gains and losses on investments

Unrealised gains or losses are accounted for on revaluation of investments at 31 December.

Expenditure

All expenditure is accrued as soon as a liability is considered probable.

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

Donated food is recognised when distributed.

Support costs include the general running of the church and are recognised when goods or services have been received.

Activities directly relating to the work of the church

The contribution to the Fairer Share initiative is accounted for when payable. Any such contribution unpaid at 31 December is provided for in these accounts and is shown as a creditor in the Balance Sheet.

Fixed assets

Consecrated land and buildings and movable church furnishings

Consecrated and beneficed property is excluded from the accounts by 10 (2) (a) of the Charities Act 2011. Other buildings on the site comprise the church and vestry, defined within the accounting regulations as "excluded consecrated and beneficed property." No valuation is shown for these as none exists and, although the church is responsible for their upkeep, they are owned by the Diocese.

No value is placed on movable church furnishings held by the churchwardens on special trust for the PCC and which require a faculty for disposal, since the PCC considers this to be inalienable property.

All expenditure incurred during the year on consecrated or beneficed buildings and movable church furnishings, whether maintenance or improvement, is written off as expenditure in the Statement of Financial Activities and separately disclosed.

Other land and buildings

Freehold land is not depreciated. No depreciation is provided on these buildings where their estimated residual value is not less than their carrying value. The cost for owned property, whilst in use by the PCC for clergy and not let commercially, is recorded at its carrying value when its use changed from investment property to charity use.

Other fixtures, fittings and office equipment.

Individual items of equipment with a purchase price of £500 or less are written off when the asset is acquired.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Furniture, fixtures and equipment	- 20% on cost
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Investments

Investments are valued at fair value at 31 December. Investment property is valued at the PCC's estimate of the fair value of the property. The Statement of Financial Activities includes the net gains and losses on revaluations and disposals throughout the year and are shown as a component of net income.

Current assets

Amounts owing to the PCC at 31 December in respect of fees, rents or other income are shown as debtors less provision for amounts that may prove uncollectable. Prepayments are valued at the amount prepaid.

Short-term, highly liquid deposits include cash held on deposit either with the Central Board of Finance of the Church of England or at the bank.

Stock consists of food items held by the Food Co-operative and is included at an estimate of £1,825 per tonne.

Notes to the Financial Statements for the year ended 31st December 2021**I ACCOUNTING POLICIES (continued)****Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation arising from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount.

Financial instruments

The charity only has financial assets and 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.

Commitments under operating leases

Rentals under operating leases are charged to the Statement of Financial Activities as they fall due.

Irrecoverable Value Added Tax

The PCC is not registered for Value Added Tax (VAT) and accordingly expenditure is shown gross of irrecoverable VAT. The VAT incurred from time to time on certain fabric repair and maintenance expenditure can, however, be recovered under the Listed Places of Worship Grant Scheme.

Taxation

The charity is exempt from tax on its charitable activities.

2 Income**2.1 Donations and legacies**

	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Gift Aid - Bank	14,352	-	-	-	14,352	8,507
Gift Aid - Envelopes	879	-	-	-	879	1,708
Other planned giving	1,602	-	-	-	1,602	2,014
Loose plate collections	1,255	-	-	-	1,255	1,516
One-off Gift Aid gifts	1,164	-	-	-	1,164	15,802
Donations appeals etc	2,829	-	8,970	-	11,799	15,720
Tax recoverable on Gift Aid	6,560	-	1,625	-	8,185	7,363
Legacies	-	-	-	-	-	1,000
Non-recurring one-off grants	-	-	25,901	-	25,901	110,686
FareShare food donations	-	-	99,235	-	99,235	78,750
Shop takings	-	-	33,742	-	33,742	5,719
Musical Events Donations	-	-	-	-	-	163
Total	28,641	-	169,473	-	198,114	248,948

The comparative figures for 2020 were: Unrestricted - £21,157, Designated - £nil Restricted - £227,791 and Endowment £nil.

Notes to the Financial Statements for the year ended 31st December 2021**2 Income (continued)****2.2 Other trading activities**

	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Crypt Rentals	5,825	-	-	-	5,825	9,937
Use of Church	5,058	-	-	-	5,058	6,710
Total	10,883	-	-	-	10,883	16,647

The comparative figures for 2020 were: Unrestricted - £16,647, Designated - £nil, Restricted - £nil and Endowment £nil.

2.3 Investment income

	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
West Bequest Income	-	-	-	4,367	4,367	4,048
St George Endowment Fund Income	-	-	-	7,740	7,740	8,115
Other Income	2,592	-	-	-	2,592	2,614
Pocock Street Flat Lettings	86,506	-	-	-	86,506	93,465
50 Rushworth Street Lettings	46,317	-	-	-	46,317	53,776
St Alphege Hall Lettings	63,106	-	-	-	63,106	56,449
Total	198,521	-	-	12,107	210,628	218,467

The comparative figures for 2020 were: Unrestricted - £206,304, Designated - £nil, Restricted - £nil and Endowment £12,163.

2.4 Church activities

	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Fees for weddings and funerals	1,224	-	-	-	1,224	2,034
Total	1,224	-	-	-	1,224	2,034

The comparative figures for 2020 were: Unrestricted - £2,034, Designated - £nil, Restricted - £nil and Endowment £nil.

The comparative SOFA figures for Total income for 2020 were: Unrestricted - £246,142, Designated - £nil, Restricted - £227,791 and Endowment £12,163.

Notes to the Financial Statements for the year ended 31st December 2021**3 Expenditure****3.1 Raising funds****3.1.1 Raising funds – Church activities and support costs**

	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Costs of stewardship campaign	-	-	-	-	-	77
Costs of fetes & other events	2,010	-	-	-	2,010	750
Bank Charges	246	-	-	-	246	137
Pianist and Organist Services	5,393	-	-	-	5,393	4,060
Piano Tuning	180	-	-	-	180	120
Organ Tuning	1,056	-	-	-	1,056	-
Music Academy Expenses	825	-	2,000	-	2,825	2,378
Choir & Choral Singers	2,470	-	-	-	2,470	1,750
Sacristy & Service Expenses	1,489	-	-	-	1,489	1,490
Working Expenses of Incumbent	275	-	-	-	275	1,189
Pastoral Assistant Expenses	84	-	-	-	84	2,493
Curate Expenses	4,609	-	-	-	4,609	6,184
Parish training and mission	287	-	-	-	287	1,261
Education	-	-	-	-	-	758
Church running - insurance	4,406	-	-	-	4,406	7,421
Office Telephone & Broadband	1,098	-	-	-	1,098	1,474
Photocopier lease	7,631	-	-	-	7,631	6,568
Photocopies and printing	114	-	-	-	114	1,795
Lift Maintenance (Scheduled)	1,268	-	-	-	1,268	373
Lift Insurance	764	-	-	-	764	284
Maintenance	17,575	-	-	-	17,575	500
Upkeep of churchyard	471	-	400	-	871	39
Administration	9,674	-	-	-	9,674	9,206
Church running - electric	13,447	-	-	-	13,447	12,192
Church running - gas	3,806	-	-	-	3,806	3,192
Church running - water	1,800	-	-	-	1,800	1,230
Flowers	212	-	-	-	212	151
Refreshments Regular Sundays	-	-	-	-	-	240
Refreshments other events	314	-	-	-	314	416
Church major repairs - structure	-	-	-	-	-	8,388
Total	81,504	-	2,400	-	83,904	76,116

Notes to the Financial Statements for the year ended 31st December 2021**3 Expenditure (continued)****3.1 Raising funds (continued)****3.1.2 Raising funds - cost of staffing and generating Church & Crypt Hire income**

	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Wages	51,405	-	27,921	-	79,326	74,002
Promotion of Church and Crypt	898	-	-	-	898	1,671
Office Stationery & Postage	654	-	-	-	654	261
Cleaning Materials	431	-	-	-	431	578
Cleaning Services	10,384	-	-	-	10,384	8,735
Pest Control	2,863	-	-	-	2,863	810
Fire Protection & Health and Safety	970	-	-	-	970	3,239
WC Hygiene Services	1,544	-	-	-	1,544	1,987
Key Cutting Locksmith Services	108	-	-	-	108	273
Refuse and Recycling	4,768	-	-	-	4,768	4,193
Kitchen Supplies & Equipment	397	-	-	-	397	993
Payroll & Pension Administration	919	-	-	-	919	988
Maintenance	1,948	-	-	-	1,948	4,601
Total	77,289	-	27,921	-	105,210	102,331

3.1.3 Raising funds - cost of generating St Alphege Hall income

	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Legal and professional	2,222	-	-	-	2,222	1,475
Insurance	1,449	-	-	-	1,449	2,317
Maintenance	655	-	-	-	655	5,389
Total	4,326	-	-	-	4,326	9,181

3.1.4 Raising funds - cost of generating 50 Rushworth Street income

	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Legal and professional	1,915	-	-	-	1,915	-
Maintenance and Repairs	200	-	-	-	200	456
Insurance	4,308	-	-	-	4,308	3,477
Total	6,423	-	-	-	6,423	3,933

Notes to the Financial Statements for the year ended 31st December 2021**3 Expenditure (continued)****3.1 Raising funds (continued)****3.1.5 Raising funds - cost of generating Pocock Street Flats income**

	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Maintenance	12,191	-	-	-	12,191	17,614
Fire, Health & Safety	1,220	-	-	-	1,220	780
Property Mgmt Fees	171	-	-	-	171	(1,514)
Insurance	2,029	-	-	-	2,029	2,029
Electric	612	-	-	-	612	632
Total	16,223	-	-	-	16,223	19,541
	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Governance costs (Note 3.3)	2,943	-	-	-	2,943	2,856
Total	188,708	-	30,321	-	219,029	213,958

The comparative figures for 2020 were: Unrestricted - £182,541, Designated - £nil, Restricted - £31,417 and Endowment - £nil.

3.2 Church activities

	General fund	Designated funds	Restricted funds	Endowment funds	Total funds 2021	Total funds 2020
Costs of Community Cafe	-	-	-	-	-	757
Costs of Making Lunch	395	-	550	-	945	2,492
Food Co-operative/Community fridge	-	-	39,036	-	39,036	51,689
FareShare food costs	-	-	95,584	-	95,584	78,750
West Bequest disbursements to St Jude	-	-	-	-	-	(7,200)
Charitable Donations & Outreach	1,000	-	-	-	1,000	-
Fairer Share quota	39,930	-	-	-	39,930	36,300
Depreciation	-	6,219	-	-	6,219	5,437
Governance costs (Note 3.3)	2,489	-	-	-	2,489	2,276
Total	43,814	6,219	135,170	-	185,203	170,501

The comparative figures for 2020 were: Unrestricted - £43,163, Designated - £5,437, Restricted - £129,101 and Endowment - (£7,200).

The comparative SOFA figures for Total expenditure for 2020 were: Unrestricted - £225,704, Designated - £5,437, Restricted - £160,518 and Endowment - (£7,200).

Notes to the Financial Statements for the year ended 31st December 2021**3.3 Governance costs**

The PCC initially identifies the costs of its support functions and includes them in Notes 3.1 and Notes 3.2. It then identifies those costs which relate to the governance function. Having identified its governance costs these are apportioned between the Costs of generating funds (Note 3.1) and Charitable activities (Note 3.2). The table below shows the basis for apportionment and the analysis of governance costs.

	<u>Governance</u>	<u>Note 3.1</u>	<u>Note 3.2</u>	<u>Basis of apportionment</u>
Governance costs and audit/ Independent examination fees	5,432	2,943	2,489	Monetary cost activity
Total	<u>5,432</u>	<u>2,943</u>	<u>2,489</u>	

The PCC have decided to meet all governance costs from unrestricted funds and so no allocation or charge is made to restricted funds for any governance related costs.

4 STAFF COSTS

	<u>2021</u>	<u>2020</u>
	£	£
Wages, salaries and healthcare	76,035	70,821
Pensions contributions (employer)	3,291	3,181
	<u>79,326</u>	<u>74,002</u>

During the year the PCC employed various staff; none of whom earned £60,000 p.a. or more. The stipends for Father Jonathan Sedgwick, Rev. David Adamson-Hill and Rev. Robert Slater-Carr were paid directly by the Church Commissioners.

Key management personnel received remuneration and benefits of £29,052 (2020: £28,334). In addition to the clergy the average number of staff employed during the period was 6 (2020: 6).

5 FIXED ASSETS**TANGIBLE ASSETS**

	Freehold property	Fixtures and equipment	Total
	£	£	£
Cost			
At 1 January 2021	906,400	46,018	952,418
Additions	-	3,912	3,912
Transfer from Investments	-	-	-
Disposals	-	-	-
At 31 December 2021	<u>906,400</u>	<u>49,930</u>	<u>956,330</u>
Depreciation			
At 1 January 2021	-	24,705	24,705
Charge	-	6,219	6,219
Released on disposal	-	-	-
At 31 December 2021	<u>-</u>	<u>30,924</u>	<u>30,924</u>
Net book value			
At 31 December 2021	<u>906,400</u>	<u>19,006</u>	<u>925,406</u>
At 31 December 2020	<u>906,400</u>	<u>21,313</u>	<u>927,713</u>

Notes to the Financial Statements for the year ended 31st December 2021**5 FIXED ASSETS (continued)****INVESTMENTS**

	Value brought forward £	Unrealised gains on revaluation £	Value carried forward £
St Alphege Hall	3,090,000	-	3,090,000
St Alphege House (Pocock Street flats)	3,347,500	-	3,347,500
Investment properties – total	6,437,500	-	6,437,500
West Bequest Investment	105,885	14,706	120,591
Endowment fund	335,577	39,066	374,643
Listed investments - total	441,462	53,772	495,234
	6,878,962	53,772	6,932,734

The carrying value of both St Alphege Hall and St Alphege House (Pocock Street flats) are based on the estimated fair value at the year end. The PCC uses information obtained from local estate agents who are independent of the PCC.

St Alphege Hall and St Alphege House are held by The South London Church Fund & Southwark Diocesan Board of Finance (SLCF). The maintenance of the PCC's asset in the name of SLCF is both a current legal requirement and aids the practicalities of land holdings and possible disposals.

6 STOCK

	<u>2021</u>	<u>2020</u>
	£	£
Food stocks	3,651	-

7 DEBTORS AND PREPAYMENTS

	<u>2021</u>	<u>2020</u>
	£	£
Income tax recoverable (gift aid)	6,012	212
Prepayments	2,483	2,884
Accrued income	10,880	14,471
Other debtors	-	2,390
	<u>19,375</u>	<u>19,957</u>

8 LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR

	<u>2021</u>	<u>2020</u>
	£	£
Accruals	29,931	25,517
Deferred income	2,206	1,150
PAYE/NIC	1,630	2,541
Other creditors	16,814	16,814
	<u>50,581</u>	<u>46,022</u>

Deferred income (in respect of rent received in advance)

Deferred income at 1 January	1,150	1,400
Deferred in the year	2,206	1,150
Amounts released from previous years	(1,150)	(1,400)
Deferred income at 31 December	<u>2,206</u>	<u>1,150</u>

Notes to the Financial Statements for the year ended 31st December 2021**9 FUNDS****Funds summary for the year ended 31 December 2021**

Fund and type	Balances brought forward	Income	Expenditure	Transfers	Gains and losses	Balances carried forward
	£	£	£	£	£	£
General fund	58,901	239,269	232,522	(525)	-	65,123
	58,901	239,269	232,522	(525)	-	65,123
Designated funds						
Land and buildings	7,343,900	-	-	-	-	7,343,900
Fixed assets	21,313	-	6,219	3,912	-	19,006
Organ Fund	22,368	-	-	12,632	-	35,000
Total designated funds	7,387,581	-	6,219	16,544	-	7,397,906
Restricted funds						
Community Cafe Fund	-	-	-	-	-	-
Other grants	44,351	169,473	165,491	(3,912)	-	44,421
Total restricted funds	44,351	169,473	165,491	(3,912)	-	44,421
Endowment funds						
St George the Martyr	355,577	7,740	-	(7,740)	39,066	394,643
West Bequest Endowment	105,885	4,367	-	(4,367)	14,706	120,591
Total endowment funds	461,462	12,107	-	(12,107)	53,772	515,234
TOTAL FUNDS	7,952,295	420,849	404,232	-	53,772	8,022,684

Other grants

In 2021 Other grants include grants and donations for the Food Programme. The Food Programme built on the existing food bank and community fridge, providing food for those experiencing financial strain or who could not get to the shops.

The Food Project accounts for income of £157,576 and expenditure of £160,307 (including assets amounting to £3,912).

Included in Other Grants, for the Food Programme, are amounts received and spent in the year of: £8,722 - Southwark Council, and £5,000 from an individual. In addition, £99,235 (54.375 tonnes of food valued at £1,825 per tonne) were received from FareShare, and recorded as income; this is also accounted for as expenditure, as it is distributed through the Food Programme.

Also in Other Grants, for the Food Programme is £5,000 from Kings College London, which will be spent in 2022.

Notes to the Financial Statements for the year ended 31st December 2021**9 FUNDS (continued)****Funds summary for the year ended 31 December 2020**

Fund and type	Balances brought forward	Income	Expenditure	Transfers	Gains and losses	Balances carried forward
	£	£	£	£	£	£
General fund	21,530	246,142	225,704	16,933	-	58,901
	21,530	246,142	225,704	16,933	-	58,901
Designated funds						
Land and buildings	7,343,900	-	-	-	-	7,343,900
St George's Restoration Fund (des.)	-	-	5,437	26,750	-	21,313
Organ Fund	22,368	-	-	-	-	22,368
Total designated funds	7,366,268	-	5,437	26,750	-	7,387,581
Restricted funds						
Community Cafe Fund	757	-	757	-	-	-
Other grants	1,363	227,791	159,761	(25,042)	-	44,351
Total restricted funds	2,120	227,791	160,518	(25,042)	-	44,351
Endowment funds						
St George the Martyr	360,706	8,115	-	(7,393)	(5,851)	355,577
West Bequest Endowment	113,288	4,048	(7,200)	(11,248)	(7,403)	105,885
Total endowment funds	473,994	12,163	(7,200)	(18,641)	(13,254)	461,462
TOTAL FUNDS	7,863,912	486,096	384,459	-	(13,254)	7,952,295

Net assets

Investments comprise the Land and buildings fund (which is the value of St Alphege Hall and St Alphege House (Pocock Street flats)), St George the Martyr Endowment Fund and the West Bequests Endowment Fund; and net current assets comprise the balance of the General Fund and all other funds.

Designated funds

Land and buildings fund is the valuation of St Alphege Hall and St Alphege House (Pocock Street flats). These provide lettings income that support the church activities.

Fixed asset fund (FxAf) includes fixed assets acquired by the PCC and the balance represents the Net Book Value of those assets which will depreciated in future years. Assets are both capitalised and depreciated in accordance with the Accounting Policies.

Organ Fund (OF) is monies set aside by the PCC specifically for the purpose of restoring and rebuilding the organ. St George's Restoration Fund designated (SGRFd) was for building restoration projects that affect the fabric of the building in order to maintain its safety and structural integrity for future years.

Notes to the Financial Statements for the year ended 31st December 2021**9 FUNDS (continued)****Restricted funds**

Community Cafe Fund (CCF) maintains a free weekly café to service the community. The fund is used to pay for a café manager, food, drink and other supplies for the café as needed.

Other grants fund (OGF) represent various restricted grants received by the PCC.

St George's Restoration Fund restricted (SGRFR) is for building restoration projects that affect the fabric of the building in order to maintain its safety and structural integrity for future years. The National Heritage Lottery Grant is for specific elements.

Endowment funds

St George the Martyr Endowment (SGME) is an investment fund created from combining various funds held by the Diocese on behalf of the Parish, together with the three CCLA accounts held directly by the Parish. This is available to be used to support the church activities.

West Bequest Endowment (WBE) is an investment fund that is used to support the church activities; a proportion of the income is available to be paid to St Jude's School at the discretion of the PCC.

Fund transfers

	GF £	OGF £	FxAF £	SGME £	WBE £	OF £
General fund – transfer support to the Organ fund	(12,632)					12,632
Grants fund - transfer assets purchased in 2021 to the Fixed asset fund		(3,912)	3,912			
St George the Martyr Endowment – transfer to support the General Fund	7,740			(7,740)		
West Bequests Endowment – transfer to support the General Fund	4,367				(4,367)	
	<u>(525)</u>	<u>(3,912)</u>	<u>3,912</u>	<u>(7,740)</u>	<u>(4,367)</u>	<u>12,632</u>

Notes to the Financial Statements for the year ended 31st December 2021**10 RELATED PARTIES**

The expenses paid to clergy and other Trustees may include a small immaterial proportion which relates to their function as PCC members.

The following trustees' received remuneration:

	<u>2021</u>	<u>2020</u>
	£	£
Kirsty Burns	7,169	-
Andrew Burns (close family member of Kirsty Burns)	2,964	-
Mr Jonathan Pix - Director of Music	5,095	4,735

The authority to make payments to trustees under the Charities Act 2006 is: a) such payments are deemed to be in the best interest of the charity b) they are paid under a contract of employment or other contract c) a minority of the PCC receives payments, and d) the PCC (Powers) Measure 1956 and Church Representation Rules do not prohibit such payments.

Trustees were reimbursed for travel and clergy expenses incurred on behalf of the charity. These amounted to £318 during the year (2020: £303) in respect of 2 trustees (2020: 1 trustee).

The church is part of the Church of England and payment is made to the Diocese of Southwark in the form of a contribution to the Parish Support Fund.

Trustees had relationships with the following organisations, that had transactions with the PCC, as follows:

Father Jonathan Sedgwick is a trustee of the St George the Martyr Charity and the PCC received grants totalling £2,000 (2020: 9,320) for the Food Project.

There is no other organisation or individual who is considered to be a related party of the Church.

11 LEASING COMMITMENTS

The charitable company's total future minimum lease payments under operating leases at 31 December were payable as set out below:

	<u>2021</u>	<u>2020</u>
	£	£
Within one year	7,558	7,558
Within two to five years	17,006	24,565
	<u>24,564</u>	<u>32,123</u>

The operating lease charges for the year were:		
Hire of plant and machinery	<u>7,558</u>	<u>6,890</u>

