

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

REGISTERED CHARITY NUMBER: 1133775

**REPORT AND AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

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FOR THE YEAR ENDED 31 DECEMBER 2022**

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BASINGSTOKE PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their report with the financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of 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).

Achievements & Performance

Resource Church

The parish of Basingstoke has entered an exciting new season as it works with the Winchester Diocese and the HTB Network to have a renewed focus on reaching the missing generations and finding new and innovative ways to be a church for the people of Basingstoke. We want to play our part in the evangelisation of the nation, the revitalisation of the church and the transformation of society through a particular focus on connecting with people who have never tried church before, especially younger families and youth.

Having been awarded grant funding from the Church Commissioners we have been able to bring on a new staff and ministry team to focus on this work. The team is led by the new Rector, Revd John Hudson, who was trained at HTB, a church with a significant history of training and sending church planting ministers and resource church leaders.

Also joining this year on the ministry team has been Revd PJ Brombley as associate minister, who has come from an established resource church in Norwich. Revd Ed Haycock, who has been on staff team at an established resource church plant in Portsmouth. Barbara Irving who has joined as an ordinand training on the new Caleb Stream which promotes ministry for those of retirement age. Nicola Ford has come as an ordinand, having a significant history of working across resource churches and experimental church plants.

The PCC has also employed an Operations Director, a Rising Generations Lead, a Rising Generations Pastor, and a Worship Pastor all made possible by the grant money from the Strategic Development Fund (SDF).

New congregations

As part of the resource church plans and our aim of being a church for the people of Basingstoke, we have made significant changes to our Sunday service pattern to create new spaces for alternative styles of worship which have proved very successful in attracting new people to come and worship with us. In particular we have seen significant numbers of young families try church for the first time through our estate church service, with an average weekly attendance of nearly 100 five months after launch, and a total worshipping community of families estimated at 150 people.

We have also seen the attendance at our town centre location, St Michael's, more than double in the past 6 months, in large part due to the launch of a new contemporary Sunday worship service. Child attendance at St Michael's is up more than 200% year on year and adults up 77%.

Across the parish as a whole through launching our new congregations and making changes to the existing offering, we have seen the average weekly congregations grow by more than double.

For the people of Basingstoke

As well as our new Sunday congregations, we have been building team and finding new ways to connect with the lives of those across the town.

We have begun to reposition the church using the strapline 'for the people of Basingstoke.' This has been complimented by a refreshed modern brand image across the four locations, and a new name of Basingstoke Church. This has not only worked to help connect us with the youth culture in the town but also been part of the work of bringing what was four separate churches together to work as one on the mission.

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Together the four churches, now working as one, was able to invite all 22,000 households in the parish to join us for Christmas through a targeted maildrop. By building a variety of services and drop in events we connected with hundreds of people we wouldn't normally see, and in total 1,400 people came and heard the Good News of Jesus Christ this Christmas.

This connection with the town was one of the routes we used to invite people to the Christian discipleship course Alpha, which is specifically aimed at those who are new to faith or those with big questions of life. We are currently running two courses one for adults and one for youth, and have been really encouraged by the numbers joining each week.

A major focus for us is on ministry to our two estates, where there are areas of significant depravation, crime and very low church attendance. We have been exploring a number of initiatives, and our new Tots and Toddlers group has seen us now connecting weekly with more than 30 families and is growing week on week. These are families who have never been to church in their lives and are now beginning to come back on Sunday for our afternoon service.

Our rising generations team has launched kids church alongside our Sunday morning services, and has seen growth week on week in numbers attending. It has also been connecting with local schools doing assemblies and inviting the families to events where we have been able to deepen connection and invite them into the church family.

Working together

A major objective as part of our strategic plan is to combine four churches as one so that we can focus resources and people on contextual mission and ministry to the town while providing central operational support and governance.

In this past year we have moved from a district council model to a central PCC, having made significant changes in the way our governance and finance operates across the parish. This has brought about a unified working and improvements in distribution of skills and resources that has seen ministry, particularly on the estates, flourish as a result.

The combined staff team has already meant that the churches across the town have at different times been able to benefit from targeted support from worship and production, kids and youth and operations. This is a resource that was previously not available to our estate churches and has been a major driver in the growth of our ministries and congregations there and our ability to connect with those from the missing generations.

The leadership across the parish is now united and working together as a service pastor team, sharing skills, ideas and experience across the parish while allowing individuals to minister in the context where they can make the biggest difference. We have released leaders from the existing congregations and are beginning to see ordinands raised up to train as future ministers.

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Financial Review

Financial Performance

The Statement of Financial Activities reports a net deficit of £1,081,833 (2021: surplus £126,964). Income has increased following an increase in donations and grant funding. Expenditure on church activities has increased with the implementation of the resource church project. This has resulted in a deficit of £33,327 (2021: surplus £64,541), when excluding the net gains and losses on investments and fixed assets.

The properties held by the PCC have not been subject to an RICS revaluation for several years. While this was not possible during COVID restrictions, a valuation report has been received by the PCC on 14 March 2023 and has resulted in a devaluation of £1,018,830. The value of investments has also fallen by £29,365.

Financial Position

The Balance Sheet reports net assets of £4,060,126 (2021: £5,141,959), the reduction in net assets is primarily due to the devaluation of property assets. Restricted funds comprise £29,503 (2021: £35,817).

Reserves Policy

A reserves policy was approved at the March 2023 PCC meeting, to maintain £108,000 in central funds, being three months of budgeted expenditure.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Policy on Risks

The PCC has approved a list of potential risks and impacts covering governance risks, operational risks, financial risks and compliance risks.

Administrative information

Registered Charity Number

1133775

Principal address

St Michael's Church Office
Church Square
Basingstoke
Hampshire
RG21 7QW

Auditors

Morris Crocker Limited
Chartered Accountants
Statutory Auditors
Station House
North Street
Havant
Hampshire
PO9 1QU

The Parochial Church Council of the Ecclesiastical Parish of Basingstoke is part of the Winchester Diocese within the Church of England. The PCC is a body corporate (PCC Powers Measure 1956, Church Representation Rules 2006).

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Objectives and Activities

Basingstoke PCC has the responsibility under the Parochial Church Council (Powers) Measure 1956 of co-operating with the Team Rector and other licensed staff in promoting the whole mission of the Church - pastoral, evangelistic, social and ecumenical - in the Parish. The PCC has responsibility for the churches and associated buildings at All Saints', Christ the King, St Michael's and St Peter's.

Membership

Members of the PCC are either ex-officio, elected at the APCM, or co-opted, all in accordance with the Scheme for the Election of the Parochial Church Council approved in 1995 under the Church Representation Rules. There may be up to four elected members from each Team church.

Public Benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities. The trustees refer to public benefit throughout this report.

The PCC Members who have served at any time from 1st January 2022 until the date of this report are:

Ex-Officio

Clergy	Churchwardens
Canon Jo Stoker, Rector – left office 28/02/22	Suzanne Cooper
Revd John Hudson, Rector – from 05/09/22	Nigel Drury – until 31/07/22
Revd PJ Brombley, Associate Minister – from 05/09/22	Ghislaine Fletcher – from 25/04/22
Revd Ed Haycock, Curate – from 03/07/2022	Paul Lane
	Angela Neal
Deanery Synod	Virginia Routledge – until 31/07/22
Elisabeth Farwell	Jason York
Stephen Leach*	
Angela Neal	
Ellie Woolf	

* Stephen Leach was also an employee of the PCC during 2022, as part-time Facilities Manager at St. Michael's Church.

Elected Members

All Saints	Christ the King	St Michael's
Castor Bending	Gill Barlin	Keith Bastin
David Hubbard – from 25/04/22	Cathy Child	Sue Irvine
Allan Palmer – until 22/09/22	Nigel Drury – from 31/07/22	Pauline Mayer
David Taylor – from 22/09/22	Shelagh Kavanagh	Gary Newell – from 06/06/22
Sandra Welch		
Ellie Woolf – ex-officio 25/04/22		St Peter's
		Ghislaine Fletcher – ex-officio 25/04/22
		Andrew Stead

Co-opted

John Davies – from 18/07/22
Oliver – Key – from 18/07/22

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Structure, Governance and Management

Governing document

The charity is controlled by its governing document in line with the Parochial Church Councils (Powers) Measure 1956 as amended.

Safeguarding statement

The PCC has complied with its duty under the Safeguarding and Clergy Discipline Measure to have due regard for the House of Bishops' guidance on safeguarding children and vulnerable adults.

Electoral Roll

The number of members on the Parish Electoral Roll was given at the AGM as 306.

Standing Committee

The Standing Committee as set out in the 1995 Scheme comprises the Team Rector, Team Vicars, Churchwardens, PCC Secretary and PCC Treasurer.

PCC Business Review

The PCC met on seven occasions in 2022 including a short meeting after the APCM and three joint meetings with the District Church Councils. The average attendance at the main meetings was 20. The meetings received regular reports on safeguarding, finance and other governance areas.

Four issues dominated the meetings through 2022; the vacancy for Team Rector at the start of the year, disbanding the District Church Councils, new service patterns and proposals for internal re-ordering at St. Michael's.

At the start of the year the PCC heard that the bid for funding from the central church's Strategic Development fund had been successful. Preparations were made of the impending departure of Canon Jo Stoker as Rector and the subsequent period of vacancy. A meeting under section 11 of the Patronage (Benefices) Measure was held with a parish profile being agreed and two members of the PCC being appointed as Parish Representatives.

By the April meeting, the appointment of Revd John Hudson as the new Rector had been announced and discussions were held regarding a recommendation to the APCM that the District Church Councils be disbanded from 31 October. The final version of the Memorandum of Understanding with the Diocese concerning the Strategic Development Fund funding was signed off.

In June, initial discussions were held concerning changes to the service times at all the Churches and the future use of the Basingstoke.church brand. A short on-line meeting in July agreed a trial of a new service pattern from 1 September until Christmas.

In October, the PCC had an update on the new service arrangements and received a presentation on safer recruitment.

In December the PCC set up new Working Groups for finance, fabric, premises and the interior re-ordering at St. Michael's. The PCC agreed to support the application for a Faculty for internal re-ordering at St. Michael's including toilets, a hospitality area and a platform extending from the high altar rail through to in front of the Chancel step. The meeting ended with a Christmas social event.

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

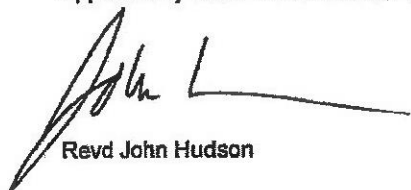
The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. 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 Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 to enable them to ensure that the financial statements 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 15 April 2023 and signed on its behalf by:



Revd John Hudson

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF BASINGSTOKE PAROCHIAL CHURCH COUNCIL

Opinion

We have audited the financial statements of Basingstoke Parochial Church Council (the 'charity') for the year ended 31 December 2022 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2022 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; and
- 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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

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

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF BASINGSTOKE PAROCHIAL CHURCH COUNCIL

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

From discussion with management and those charged with governance information about the entity is documented to assess the activity within the organisation. We discuss management's assessment of risk in respect of irregularities, fraud and going concern.

Based on these discussions and our own assessments we determined that the key risk areas were income recognition in respect of cut off issues and management override concerning the size of the organisation.

We set financial statement materiality level based on the level of income. As a not for profit organisation raising income is its primary focus which is why income was used to determine the level of materiality. Our overall assessment of risk was used to determine performance materiality at an appropriate level.

Substantive audit tests were designed after assessing and performing walkthrough tests. The walkthrough testing confirmed documented systems which have been designed to act as a preventative measure against fraud and error which appear to be operating as documented. Substantive testing tested a sample of the population, representative of the population, to identify errors. The testing did not identify any material misstatements in areas tested.

Audit substantive tests concluded no material errors over the key risk areas of income recognition and management override.

The audit considers the organisation is not exposed to material risk of error as a result of assessing laws and regulations that are appropriate to the organisation.

Management assessed there is no going concern risk. The audit undertook a review of budgets, management accounts and the review of board minutes and came to the same conclusion as management.

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 Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
BASINGSTOKE PAROCHIAL CHURCH COUNCIL**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Morris Crocker Limited
Chartered Accountants
Statutory Auditors
Station House
North Street
Havant
Hampshire
PO9 1QU

Date: 14 June 2023

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	209,115	731	209,846	176,411
Charitable activities	5				
Church activities		66,637	-	66,637	54,132
Other trading activities	3	74,254	-	74,254	51,478
Investment income	4	30,367	-	30,367	58,066
Other income		-	-	-	25,118
Total		<u>380,373</u>	<u>731</u>	<u>381,104</u>	<u>365,205</u>
 EXPENDITURE ON					
Raising funds	6	1,612	-	1,612	853
Charitable activities	7				
Church activities		402,949	9,870	412,819	298,207
Other expenses expended		-	-	-	1,604
Total		<u>404,561</u>	<u>9,870</u>	<u>414,431</u>	<u>300,664</u>
 Net (losses)/gains on investments		<u>(162,893)</u>	<u>-</u>	<u>(162,893)</u>	<u>62,423</u>
 NET INCOME/(EXPENDITURE)		(187,081)	(9,139)	(196,220)	126,964
Transfers between funds	22	(2,825)	2,825	-	-
 Other recognised gains/(losses)					
Net (losses)/gains on revaluation of fixed assets		<u>(885,613)</u>	<u>-</u>	<u>(885,613)</u>	<u>-</u>
Net movement in funds		<u>(1,075,519)</u>	<u>(6,314)</u>	<u>(1,081,833)</u>	<u>126,964</u>
 RECONCILIATION OF FUNDS					
Total funds brought forward		<u>5,106,142</u>	<u>35,817</u>	<u>5,141,959</u>	<u>5,014,995</u>
 TOTAL FUNDS CARRIED FORWARD		<u><u>4,030,623</u></u>	<u><u>29,503</u></u>	<u><u>4,060,126</u></u>	<u><u>5,141,959</u></u>

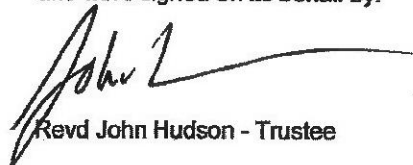
The notes form part of these financial statements

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

**BALANCE SHEET
31 DECEMBER 2022**

	Notes	2022 £	2021 Restated £
FIXED ASSETS			
Tangible assets	13	2,682,112	3,551,899
Investments			
Investments	14	215,001	248,366
Investment property	15	<u>325,000</u>	<u>458,217</u>
		3,222,113	4,258,482
CURRENT ASSETS			
Stocks	16	-	1,119
Debtors	17	58,416	13,435
Cash at bank		<u>841,585</u>	<u>924,408</u>
		900,001	938,962
CREDITORS			
Amounts falling due within one year	18	(61,988)	(55,485)
NET CURRENT ASSETS		<u>838,013</u>	<u>883,477</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,060,126	5,141,959
CREDITORS			
Amounts falling due after more than one year	19	-	-
NET ASSETS		<u>4,060,126</u>	<u>5,141,959</u>
FUNDS	22		
Unrestricted funds		4,030,623	5,106,142
Restricted funds		<u>29,503</u>	<u>35,817</u>
TOTAL FUNDS		<u>4,060,126</u>	<u>5,141,959</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 25 April 2023 and were signed on its behalf by:


Revd John Hudson - Trustee

The notes form part of these financial statements

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

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

Fixtures and fittings	- 10% on cost
Equipment	- 20% on cost and 10% on cost

Freehold property is not being depreciated on the basis that it would be immaterial due to all properties having high residual values. The carrying values of tangible fixed assets are reviewed for impairment in accordance with the requirements of FRS 102.

Investment property

The value of investment properties at the balance sheet date is reviewed annually by the Trustees. Any surplus or deficit in the value of the properties is reflected in the Statement of Financial Activities.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

1. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Financial instruments

The charity only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable and investments in stocks and shares. The measurement basis used for these instruments is detailed below.

Debtors and cash at bank

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Cash at bank and in hand includes cash held on deposit or in a current account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting 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 normally recognised at their settlement amount after allowing for any trade discounts due.

Investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Planned giving	126,273	134,793
Legacies	41,821	-
Donations	11,897	10,431
Gift aid	14,110	27,380
Collections at services	<u>15,745</u>	<u>3,807</u>
	<u>209,846</u>	<u>176,411</u>

3. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Church events	14,595	23,101
Church hall lettings	<u>59,659</u>	<u>28,377</u>
	<u>74,254</u>	<u>51,478</u>

BASINGSTOKE PAROCHIAL CHURCH COUNCIL
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

4. INVESTMENT INCOME

	2022	2021
	£	£
Rents received	23,915	51,696
Dividend income	6,364	5,374
Deposit account interest	<u>88</u>	<u>996</u>
	<u><u>30,367</u></u>	<u><u>58,066</u></u>

All investment income is derived from assets held in the United Kingdom.

5. INCOME FROM CHARITABLE ACTIVITIES

	2022	2021
	£	£
Activity		
Fees for weddings and funerals	12,446	6,138
Fees for courses and events	-	716
Book stall and magazine sales	-	333
Church hall lettings	-	2,015
Grants	<u>54,191</u>	<u>44,930</u>
	<u><u>66,637</u></u>	<u><u>54,132</u></u>

6. RAISING FUNDS

Raising donations and legacies

	2022	2021
	£	£
Cost of fundraising trading	131	206
Cost of generating voluntary income	<u>-</u>	<u>26</u>
	<u><u>131</u></u>	<u><u>232</u></u>

Investment management costs

	2022	2021
	£	£
Portfolio management	<u>1,481</u>	<u>621</u>
Aggregate amounts	<u><u>1,612</u></u>	<u><u>835</u></u>

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 DECEMBER 2022**

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 8) £	Support costs (see note 9) £	Totals £
Church activities	<u>393,521</u>	<u>19,298</u>	<u>412,819</u>

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2022 £	2021 £
Staff costs	68,776	42,547
Church running expenses	90,823	67,341
Hall running costs	31,684	27,839
Church repairs & maintenance	51,864	27,537
Mission giving and donations	312	9,574
Hall repairs & maintenance	37,845	8,920
Parish share	<u>112,497</u>	<u>106,908</u>
	<u>393,521</u>	<u>290,666</u>

9. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Church activities	<u>1,330</u>	<u>17,968</u>	<u>19,298</u>

Support costs, included in the above, are as follows:

Finance

	2022 Church activities £	2021 Total activities £
Bank charges	<u>1,330</u>	<u>736</u>

Governance costs

	2022 Church activities £	2021 Total activities £
Accounting fees	11,628	-
Auditors' remuneration	6,340	5,005
Auditors' remuneration for non audit work	-	1,800
Legal and professional fees	-	-
	<u>17,968</u>	<u>6,805</u>

BASINGSTOKE PAROCHIAL CHURCH COUNCIL
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

10. TRUSTEES' REMUNERATION AND BENEFITS

During the year 1 trustees (2021: 1 trustee) received remuneration or other benefits totalling £14,762 (2021: £15,427).

Trustee Expenses

During the year no trustee(s) (2021: no trustees) were reimbursed out of pocket expenses for totalling £nil (2021: £nil).

11. STAFF COSTS

	2022	2021
	£	£
Salaries and wages	68,004	40,089
Pension costs	<u>772</u>	<u>285</u>
	<u>68,776</u>	<u>42,374</u>
Average monthly number of employees	9	7

The total remuneration and benefits of the key management personnel of the charity was £8,800 (2021: £nil).

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	166,102	10,309	176,411
Charitable activities			
Church activities	53,822	310	54,132
Other trading activities	51,428	50	51,178
Investment income	57,755	311	58,066
Other income	<u>24,997</u>	<u>121</u>	<u>25,118</u>
Total	<u>354,104</u>	<u>11,101</u>	<u>365,205</u>
EXPENDITURE ON			
Raising funds	853	-	853
Charitable activities			
Church activities	284,532	13,675	298,207
Other expenses expended	<u>1,604</u>	<u>-</u>	<u>1,604</u>
Total	<u>286,989</u>	<u>13,675</u>	<u>300,664</u>
Net gains on investments	<u>62,423</u>	<u>-</u>	<u>62,423</u>
NET INCOME/(EXPENDITURE)	129,538	(2,574)	126,964
Transfers between funds	9,315	(9,315)	-
Other recognised gains/(losses)			
Gains on revaluation of fixed assets	<u>-</u>	<u>-</u>	<u>-</u>
Net movement in funds	138,853	(11,889)	126,964

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	4,967,289	47,706	5,014,995
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD	<u>5,106,142</u>	<u>35,817</u>	<u>5,141,959</u>

13. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Equipment £	Totals £
COST OR VALUATION				
At 1 January 2022	3,518,653	37,664	47,794	3,604,111
Additions	-	7,185	15,652	22,837
Disposals	-	(20,311)	(13,105)	(33,416)
Revaluations	<u>(885,613)</u>	<u>-</u>	<u>-</u>	<u>(885,613)</u>
At 31 December 2022	<u>2,633,040</u>	<u>24,538</u>	<u>50,341</u>	<u>2,707,919</u>
DEPRECIATION				
At 1 January 2022	-	25,923	26,289	52,212
Charge for year	-	1,912	4,788	6,700
Disposals	<u>-</u>	<u>(19,248)</u>	<u>(13,857)</u>	<u>(33,105)</u>
At 31 December 2022	<u>-</u>	<u>8,587</u>	<u>17,220</u>	<u>25,807</u>
NET BOOK VALUE				
At 31 December 2022	<u>2,633,040</u>	<u>15,951</u>	<u>33,121</u>	<u>2,682,112</u>
At 31 December 2021	<u>3,518,653</u>	<u>11,741</u>	<u>21,505</u>	<u>3,551,899</u>

An external valuation of the freehold property was carried out by Curchod & Co, Chartered Surveyors & Commercial Property Agents on 14 March 2023 and a revaluation adjustment has been recognised for the year ended 31 December 2022. This valuation was made in accordance with the SORP and the RICS Appraisal and Valuation Manual.

14. FIXED ASSET INVESTMENTS

	Listed investments £	Totals £
MARKET VALUE		
At 1 January 2022	248,366	248,366
Disposals	(4,000)	(4,000)
Revaluations	<u>(29,365)</u>	<u>(29,365)</u>
At 31 December 2022	<u>215,001</u>	<u>215,001</u>
NET BOOK VALUE		
At 31 December 2022	<u>215,001</u>	<u>215,001</u>
At 31 December 2021	<u>248,366</u>	<u>248,366</u>

There were no investment assets outside the UK.

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

15. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 January 2022	458,217
Additions	-
Disposals	-
Revaluation	<u>(133,217)</u>
At 31 December 2022	<u>325,000</u>
NET BOOK VALUE	
At 31 December 2022	<u>325,000</u>
At 31 December 2021	<u>458,217</u>

As at 31 December 2022 One property (2021: One property) is held on the basis to earn rental income.

An external valuation of the freehold property was carried out by Curchod & Co, Chartered Surveyors & Commercial Property Agents on 14 March 2023 and a revaluation adjustment has been recognised for the year ended 31 December 2022. This valuation was made in accordance with the SORP and the RICS Appraisal and Valuation Manual.

16. STOCKS

	2022	2021
	£	£
Stocks	<u>-</u>	<u>1,119</u>

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	4,115	4,403
Other debtors	54,301	-
Tax refunds due	-	4,368
Prepayments	<u>-</u>	<u>4,664</u>
	<u>58,416</u>	<u>13,435</u>

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	Restated £
Trade creditors	6,751	25,539
Other creditors	<u>55,237</u>	<u>29,946</u>
	<u>61,988</u>	<u>55,485</u>

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

19. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021
	£	£
Other creditors	<u>-</u>	<u>-</u>

20. LOANS

An analysis of the maturity of loans is given below:

	2022	2021
	£	£
Amounts falling due within one year on demand:		
Other loans	<u>-</u>	<u>-</u>
Amounts falling between one and two years:		
Other loans - 1-2 years	<u>-</u>	<u>-</u>

21. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Fixed assets	2,664,711	17,401	2,682,112	3,551,899
Investments	540,001	-	540,001	706,583
Current assets	887,899	12,102	900,001	918,940
Current liabilities	<u>(61,988)</u>	<u>-</u>	<u>(61,988)</u>	<u>(35,463)</u>
	<u>4,030,623</u>	<u>29,503</u>	<u>4,060,126</u>	<u>5,141,959</u>

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

22. MOVEMENT IN FUNDS

	At 1.1.22 £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
Unrestricted funds				
General fund	389,556	(37,516)	(8,195)	343,845
Building fund	4,653,865	(1,018,830)	8,195	3,643,230
Choir (Designated)	-	200	-	200
Repair (Designated)	50,473	(15,675)	(2,825)	31,973
Sunday School (Designated)	12,248	(873)	-	11,375
	<u>5,106,142</u>	<u>(1,072,694)</u>	<u>(2,825)</u>	<u>4,030,623</u>
Restricted funds				
Fabric, fittings & fine art fund	5,797	(238)	-	5,559
Memorial display fund	1,718	-	-	1,718
Choir fund	500	(261)	-	239
Flower fund	2,726	(964)	-	1,762
Daisy Smith discretionary fund	563	-	-	563
Daisy Smith music & education fund	171	-	-	171
Homeless fund	2,084	-	-	2,084
Small saints fund	46	-	-	46
Belfry fund	4,391	-	-	4,391
Bells fund	2,689	(5,514)	2,825	-
Audio/visual fund	15,132	(2,162)	-	12,970
	<u>35,817</u>	<u>(9,139)</u>	<u>2,825</u>	<u>29,503</u>
TOTAL FUNDS	<u>5,141,959</u>	<u>(1,081,833)</u>	<u>-</u>	<u>4,060,126</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	378,207	(387,846)	(27,877)	(37,516)
Building fund	-	-	(1,018,830)	(1,018,830)
Choir (Designated)	200	-	-	200
Repair (Designated)	1,645	(16,641)	(679)	(15,675)
Sunday School (Designated)	321	(74)	(1,120)	(873)
	<u>380,373</u>	<u>(404,561)</u>	<u>(1,048,506)</u>	<u>(1,072,694)</u>
Restricted funds				
Fabric, fittings & fine art fund	501	(739)	-	(238)
Choir fund	-	(261)	-	(261)
Flower fund	230	(1,194)	-	(964)
Bells fund	-	(5,514)	-	(5,514)
Audio/visual fund	-	(2,162)	-	(2,162)
	<u>731</u>	<u>(9,870)</u>	<u>-</u>	<u>(9,139)</u>
TOTAL FUNDS	<u>381,104</u>	<u>(414,431)</u>	<u>(1,048,506)</u>	<u>(1,081,833)</u>

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

22. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds				
General fund	307,777	93,490	(11,711)	389,556
Building fund	4,618,167	35,698	-	4,653,865
Designated repair	41,345	(872)	10,000	50,473
Choir (Designated)	-	(311)	311	-
Sunday School (Designated)	-	1,533	10,715	12,248
	<u>4,967,289</u>	<u>129,538</u>	<u>9,315</u>	<u>5,106,142</u>
Restricted funds				
Fabric, fittings & fine art fund	6,301	(504)	-	5,797
Memorial display fund	1,718	-	-	1,718
Sunday school fund	9,116	199	(9,315)	-
Tufty club fund	211	-	(211)	-
Choir fund	500	-	-	500
Flower fund	3,404	(678)	-	2,726
Daisy Smith discretionary fund	563	-	-	563
Daisy Smith music & education fund	171	-	-	171
Homeless fund	2,105	(21)	-	2,084
Small saints fund	46	-	-	46
Belfry fund	3,651	740	-	4,391
Bells fund	2,627	(149)	211	2,689
Audio/visual fund	17,293	(2,161)	-	15,132
	<u>47,706</u>	<u>(2,574)</u>	<u>(9,315)</u>	<u>35,817</u>
TOTAL FUNDS	<u>5,014,995</u>	<u>126,964</u>	<u>-</u>	<u>5,141,959</u>

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2022

22. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	352,628	(283,909)	24,771	93,490
Building fund	508	-	35,190	35,698
Designated repair	1,118	(2,919)	929	(872)
Choir (Designated)	(150)	(161)	-	(311)
Sunday School (Designated)	-	-	1,533	1,533
	354,104	(286,989)	62,423	129,538
Restricted funds				
Fabric, fittings & fine art fund	235	(739)	-	(504)
Sunday school fund	311	(112)	-	199
Flower fund	232	(910)	-	(678)
Homeless fund	8,900	(8,921)	-	(21)
Belfry fund	750	(10)	-	740
Bells fund	673	(822)	-	(149)
Audio/visual fund	-	(2,161)	-	(2,161)
	11,101	(13,675)	-	(2,574)
TOTAL FUNDS	365,205	(300,664)	62,423	126,964

Repair funds (designated)

Funds are designated to be used for the fabric upkeep of the All Saints building.

Choir fund (designated)

Funds are designated to be used for costs in relation to the St. Michael's Church choir.

Sunday school (designated)

Funds are designated to be used to further the work of St. Michael's Church in relation to the religious education of children and young people.

Fabric, fittings & fine art fund

Funds are used to pay for repairs and purchases in relation to the fabric, fittings and fine are of St Michael's Church.

Memorial display fund

Funds were used to purchase an interactive World War I Memorial Display which has been installed in the Memorial Chapel of St. Michael's Church. Remaining funds are reserved to pay for possible future changes to the display

Sunday school fund

Funds are used to further the work of St. Michael's Church in relation to the religious education of children and young people.

Tuffy club fund

Residual balance for Children's Road Safety Club which has since stopped, funds retained to be used on a different but related purpose.

Flower fund

Funds are used to cover the costs involved in providing flowers for decorating St. Michael's Church.

BASINGSTOKE PAROCHIAL CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

22. MOVEMENT IN FUNDS - continued

Daisy Smith discretionary fund

Being retained funds received from a £500 legacy, to be used on ad hoc minor expenses at the discretion of the priest in charge.

Daisy Smith music & education fund

Also being retained funds received from a £500 legacy noted above to be used to help in musical education for children. For example, recent use has included choral training for a teenage choir member.

Homeless fund

Funds are used to support work with homeless people in Basingstoke. They have been used to cover costs incurred in the running of the Night Light Winter Shelter at St. Michael's Church and to make donations to the Camrose Centre.

Belfry fund

Funds are used to pay for repairs and purchases in relation to the belfry of St. Michael's Church.

Bells fund

Being for the running of the All Saints Bellringing team and bell tower related maintenance.

Repairs fund

Funds from various historic donations being used for the fabric upkeep of the All Saints building.

Audio/Visual fund

Funds were used towards the cost of the purchase and installation of a new Audio-Visual system at St. Michael's Church. This included a major upgrade to the sound system and new video projection facilities.

23. OPERATING LEASE COMMITMENTS

Minimum lease commitments under non-cancellable leases fall:

	2022	2021 Restated
	£	£
Within one year	1,000	1,000
Between one and five years	1,000	2,000
In more than five years	—	—
	2,000	3,000

24. RELATED PARTY DISCLOSURES

One of the trustees is also a trustee of Camrose Centre Basingstoke, during the year Camrose Centre Basingstoke hired the Church Cottage at the normal market rate with £nil (2021: £376) recognised in income. At 31 December 2022 £nil (2021: £134) was owed from Camrose Centre Basingstoke. Additionally, during the year proceeds of fundraising amounting £nil (2021: £4,460) and donations of £nil (2021: £nil) were paid to Camrose Centre Basingstoke. At 31 December 2022 £nil (2021: £nil) was owed to Camrose Centre Basingstoke.

A close family member of one of the trustees completed building work at normal market rate with £nil (2021: £1,683) recognised in expenditure. At 31 December 2022 £nil (2021: £nil) was owed to GEW.

25. PRIOR YEAR ADJUSTMENT

A prior year adjustment has been made to recognise a bank account balance of £20,022 and corresponding other creditor balance which was not previously included in the 2021 accounts.