

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL
PARISH OF GOSFORTH ST NICHOLAS**

**REPORT AND FINANCIAL STATEMENTS
For the year ended 31 December 2021**

Charity Number 1133837

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 December 2021

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THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

TRUSTEES ANNUAL REPORT

For year ended 31 December 2021

The trustees are pleased to present their annual report together with the financial statements of the charity for the period ended 31 December 2021. The financial statements comply with the Charities Act 2011, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

1. Objectives and Activities

St Nicholas Parochial Church Council (PCC) has the responsibility of cooperating with the incumbent – the Reverend Jane Nattrass, until 30 September 2021 - in promoting in the ecclesiastical parish, the whole mission of the Church, pastoral, evangelistic, social and ecumenical.

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

When planning our activities for the year, we have considered the Commission's guidance on public benefit and, in particular, the supplementary guidance on charities for the advancement of religion.

In particular, we try to enable ordinary people to live out their faith as part of our parish community through:

- Worship and prayer; learning about the Gospel; and developing their knowledge and trust in Jesus.
- Provision of pastoral care for people living in the parish.
- Missionary and outreach work.

To facilitate this work, it is important that we maintain the fabric of the Church of St. Nicholas and our church hall and annex.

2. Achievements and Performance

2021 was another difficult year with Covid restrictions on indoor gatherings curtailing social and outreach activities. Having parishioners partaking in Sunday communion by Zoom was a real focus for many during the challenging times. As restrictions eased there were many, for whom the risks in returning to even a socially distanced church service and Zoom continued to be important. We are grateful for the support of many individuals for making the church community a constant focus of support during these times.

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Two members of the PCC sit on the deanery synod. This provides the PCC with an important link between the parish and the wider structures of the church.

The church is a member of Churches Together in Gosforth and supports joint activities when these are able to take place.

3. Planning for the future

As we look forward to an eventual return to “normal” in 2022 we remain conscious that for many elderly parishioners and especially those with health issues this will be an extended period of transition during which we will continue to support them. We also look forward to a return of weddings and baptisms as more guests are able to attend these milestone services.

4. Reference and administrative details of the charity, its trustees and advisors

Charity Name	The Parochial Church Council of the Ecclesiastical Parish of Gosforth St Nicholas	
Registered Charity Number	1133837	
Operational address	23 Ilford Road Newcastle upon Tyne NE2 3NX	
Trustees	Gill Mitchell - Churchwarden K Wake K F Gibson E L Vickers A J Thirlaway S Ritchie R Tait K M Proudfoot - Churchwarden H Harrison L Robertson T Peto N Beale D Hunter - Churchwarden O Black G P Barnard C Holmes L Robertson C T Tait D Young - Churchwarden D W Oliver	
	Treasurer	Safeguarding officer

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

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Independent Examiner	Philippa Gardiner Connected Voice Business Services Ltd One Strawberry Lane Newcastle upon Tyne NE1 4BX
Bankers	Barclays
Investments	Brewin Dolphin

5. Structure, Governance and Management

Governing documents

The Parochial Church Council of the Ecclesiastical Parish of Gosforth St Nicholas is a registered charity, number 1133837, registered 28 January 2010.

Appointment of Trustees

Trustees are appointed by election at the Annual Parochial Church Meeting they can also be co-opted during the year to fill a casual vacancy or skills gap.

Risk management

The charity is aware of the Commission's guidance on risk management including the development of a policy, identifying risks, assessing and evaluating the action(s) to be taken, review, monitor and assess periodically. Trustees will be working with the new incumbent, when appointed, to ensure the continuing monitoring of risks.

6. Financial Review

The Parochial Church Council of the Ecclesiastical Parish of Gosforth St Nicholas is primarily funded by donations. The total income for the year was £128,373 (2020: £130,196). This income is allocated across respective funds on the Statement of Financial Activities in accordance with the Statement of Recommended Practice.

The Statement of Financial Activities for the year ended 31 December 2021, shows a surplus across all funds of £3,757 (2020: £157,534).

The Balance Sheet at 31 December 2021 shows total funds carried forward of £739,089 (2020: £735,331) of which there are £689,509 unrestricted funds (2020: £687,981) and £49,580 endowment funds (2020: £47,351).

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Reserves policy

The trustees have reviewed the charity's reserves policy. It is the policy of The Parochial Church Council of the Ecclesiastical Parish of Gosforth St Nicholas to retain liquid funds in current account and on short-term deposit adequate to meet 3 months of financial activity. Longer-term investments held can be realised safely without undue cost within that time frame.

7. Public Benefit Statement

The Trustees have referred to the Charity Commission's guidance on public benefit when reviewing the charity's objectives and planning its future activities. The trustees have also reviewed the charitable purposes of The Religious Society of Friends (Quakers) in Britain Northumbria Area Meeting, and the external environment, to make sure the Charity is still relevant and needed. This annual report will aim to demonstrate the link between our charitable activity and how this benefits our service users.

8. Related Party

The vicar and churchwardens made the following donations to church funds in 2020 and 2021:

Name of the trustee or related party	Relationship to charity	Description of the transaction	2021 £	2020 £
Rev Jane Natrass	Vicar	Unrestricted donation	930	1,000
David Young	Trustee	Unrestricted donation	540	644
Dale Hunter	Trustee	Unrestricted donation	660	660
Keith Proudfoot	Trustee	Unrestricted donation	1,040	980
			3,170	3,284

9. Insurance

The charity's insurance policy does not cover and provide trustee indemnity cover.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

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10. Report from the incumbent

Much has happened during the year despite the lockdown and restrictions caused by the Covid 19 pandemic. The ability to return to church combined with the continued use of Zoom has grown the church family. It is pleasing to note that some who cannot attend church in person could make use of Zoom. This will continue.

Members have had outlined the aims of the five year Mission Action Plan which is being prepared, to be published when complete and start in September if possible. The six areas are:- high standard of worship; service to the community, including use of the church hall and churchyard; safeguarding for a safer church; growing the church family through pastoral work, bible study, refreshment and connecting with the social calendar through following the liturgical year; generous giving; and care for the environment.

The work of the parish relies on many volunteers giving their time and expertise, we would particularly wish to thank Hilary Harrison for her work on safeguarding, which has led to us achieving level 2 and starting the highest level 3, and setting a standard for other churches. In future volunteers in any role will have to agree and sign a template produced by the diocese.

Social events are being planned. The showing of the film Chocolate and the discussions, which followed, were successful in Lent. Generous giving remains something we still have not managed to achieve and as a result is a continuing problem for our finances. This needs to be looked at and there is a deanery approach to this aspect of discipleship planned for the autumn.

11. Report on the PCC

The Parochial Church Council (PCC) is a charity which works in co-operation with the incumbent to promote the whole mission of the church, evangelistic, pastoral, social and ecumenical which in the parish. In the absence of an incumbent since September 2021 the PCC under its elected secretary has authority to deal with the financial affairs of the church including the collection and administration of all money raised, also responsible for the care and maintenance of the churchyard in co-operation with Newcastle City Council.

The PCC has met seven times. The average attendance was ten.

The PCC has conducted the business of managing the church's finances and the maintenance of the church and church hall. These subjects are discussed in separate reports.

During the vacancy caused by the departure of Reverend Jane Natrass in September David Young, Lay Chair and Secretary to the PCC, has chaired the PCC.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

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12. PCC Members

Lay Chair

David Young

Ex Officio

Canon R Black	Reader
Mrs O Black	Reader
Dr C Pacitti	Reader
Mr D Hunter	Churchwarden (elected 2019 completed 3 rd year)
Mr G Mitchell	Churchwarden (elected 2011 completed 11 th year)
Mr K Proudfoot	Churchwarden (elected 2020 completed 2 nd year)
Mr D Young	Churchwarden (elected 2009 completed 13 th year)
Ms E Vickers	Deanery Synod representative
Mr G Barnard	Deanery Synod representative

Elected Members

Mr P Ryder	Completed 5 th year
Mr C Tait	Completed 2 nd year
Mr A Thirlaway	Completed 3 rd year
Mr N Beale	Completed 4 th year
Mr B Coulson	Completed 4 th year
Mr D Oliver	Completed 3 rd year
Mrs O Black	Completed 2 nd year
Mr H Harrison	Completed 3 rd year
Mrs T Peto	Completed 4 th year
Mr R Tait	Completed 2 nd year
Mrs L Robertson	Completed 4 th year
Dr C Pacitti	Completed 5 th year

13. Electoral Roll Report

The numbers entered on the church Electoral roll at 8th April 2022 is 216.

Leslie Robertson, Electoral roll officer

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14. Churchwardens' Fabric Report

In the main the fabric of the church has been satisfaction so apart from general maintenance there has been very little work carried out on the main building. Mr. Tim Bailey was appointed as the church architect and from Diocesan Advisory Committee approved list as his replacement. Tim will acquaint himself with quinquennial report and advise the Church Wardens on the level work to be carried out.

As part of the Health and Safety programme the annual fire extinguishers, testing has been carried out in both the church and church hall. The annual test of the lighting conductor on the church tower has been carried out.

An inspection on both the North and South areas of the roof to try to find areas water ingress into the church. Although it was not obvious where the rain is getting into the church some of the flashing and the pointing around the roof ridge tiles and coping stones need replacing.

There was very little putty still remaining around the circular windows in the main roof. Work carried out on behalf of the church by Regent Roofing seems to have solved this problem. There has been no water coming into church for at least four months.

Work has been carried out by Classic Masonry Limited to resolve the crack in the South wall with included the removal of an area of the plasterwork. Classic Masonry have produced a report on the state of the wall and any necessary remedial work required. The report is given below.

The church hall booking are made up of regular groups and we are continuing to maintain a high level of cleanliness as part of COVID measures. We no longer hire out the hall for children's parties and one off events apart from church use.

15. Deanery Synod Report

The Revd Rachel Wood has been installed as Archdeacon of Northumberland. Bishop Christine retired on October 31st with Bishop Mark Wroe as acting bishop.

16. Junior Church Report

Since September, Sunday school has met in person, moving into the church hall to give us more room. We have an average of 8 primary school children from new borns to aged 10.

We continue to use Roots, an online support website that helps with ideas linked to the readings. We broadly follow the Gospel reading of the day with occasional variations (sometimes intentionally when the message is hard for little ones and sometimes by accident!)

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Sunday school aim to be back in church in time to share communion. The children enjoy gathering at the little table at the back to continue colouring.

17. Eco Church Report

Revd Jane Natrass has approached Ella Vickers to become Parish and Central Deanery Environmental Champion.

Environmental report and Environmental Policy below.

18. Health and Safety Report

Churches are covered by the-statutory legislation in the Health and Safety at work, Act 1974 and are classified as being of low risk' Under the H&S Act where a church employs less than five people a written Health and Safety plan is not required.

The church Health and Safety policy is implemented using information available from the Ecclesiastical insurance company as posted on the Diocese of Newcastle website.

Health and Safety is an item on the PCC agenda.

The Health and Safety policy is reviewed annually using the current documentation on the Church of England website.

19. Safeguarding Policy Report

Report for Safeguarding

The Safeguarding Action Plan is produced by "safeguarding Dashboards,, and monitored by the parish Dashboards Team, Newcastle Diocese and based on update reports presented to the PCC.

Handbook and Policy

The PCC agreed on 16.3.21 to have "due regard" to the House of Bishops, guidance safeguarding' in relation to safeguarding. This includes both the handbook (which includes procedures, roles, training, reports and church activities) and the policy statement.

Areas of Concern

Safeguarding training

DBS checks

Sunday School and Safeguarding

Hire of church hall facilities

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20. Church Flowers Report

As covid restrictions lifted, we went back to the weekly flower arranging rota, which works well with all of us coming together for special occasions. We had a good display of flowers for Harvest Festival, which was much admired. We had extra helpers for Christmas flowers, which was very welcome.

On Mothering Sunday, we had bunches of daffodils for everyone and with the weather being good and refreshments served in the Annexe it seemed that we were getting back to normal at last.

Easter flowers looked lovely. The cross outside survived the weather this year, thanks to Derek who made us a new flower container. The Easter garden outside was made by the Sunday school. The flowers are very much a collective effort, and we enjoy our mornings of chat and coffee alongside the flower arranging.

I would like to thank all whom those who give for so generously for flowers during the year and to the flower team for all their support.

21. Music Report

The more observant among you will have noticed that of late our choir numbers have been diminishing. This is for understandable reasons eg: family, health, employment issues ect. However, if we are to maintain our enviable choral tradition, we will need new choir members. This is therefore an appeal to you to consider joining us.

The level of commitment is modest - Sunday Parish Eucharist, the monthly Hail Gladdening Light service and occasional additional services.

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
GOSFORTH ST NICHOLAS**

TRUSTEES ANNUAL REPORT

For year ended 31 December 2021

22. Statement of Trustee Responsibilities

The charity trustees are responsible for preparing a trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The charity trustees are required to prepare financial statements for each year, which give a true and fair view of the state of affairs of the charitable company and of incoming resources and application of resources. In preparing financial statements, the trustees are required to:

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

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity. 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 the Trustees on 19.06.2023 and signed on their behalf by:

K M Proudfoot
Treasurer

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

For the year ended 31 December 2021

I report on the financial statements of The Parochial Church Council of the Ecclesiastical Parish of Gosforth St Nicholas for the year ended 31 December 2021, which are set out on pages 12 to 23.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 ("the Charities Act") and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act), and
- to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no material matters have come to my attention which give me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a "true and fair" view which is not a matter considered as part of an independent examination.

have come across other matters in connection with the examination which attention should be drawn to in order to enable a proper understanding of the accounts to be reached.

Philippa Gardiner
Connected Voice Business Services Ltd
One Strawberry Lane
Newcastle upon Tyne
NE1 4BX
Date: 20.06.2023

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST
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STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 31 December 2021

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
<u>Income from:</u>					
Giving, tax relief and investment	6	84,193	-	84,193	88,815
Income from operating activities	7	4,408	-	4,408	3,345
Fundraising income	8	18,169	-	18,169	16,092
Investment income	9	21,603	-	21,603	21,945
Total income		128,373	-	128,373	130,197
<u>Expenditure on:</u>					
Donations	10	805	-	805	975
Activities relating to the work of the church	11	124,913	-	124,913	123,297
Expenditure to generate funds	12	7,189	-	7,189	11,327
Church management and administration	13	13,438	-	13,438	7,479
Total expenditure		146,345	-	146,345	143,078
Net income/(expenditure) before investment gains/(losses)		(17,972)	-	(17,972)	(12,881)
Unrealised gains on investment properties		-	-	-	165,000
Net gains/(losses) on investments	19	19,500	2,229	21,729	5,416
Net movement of funds		1,528	2,229	3,757	157,535
<u>Reconciliation of funds</u>					
Total funds brought forward		687,981	47,351	735,332	577,797
Total funds carried forward		689,509	49,580	739,089	735,332

The Statement of Financial Activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 14 to 23 form an integral part of these accounts.

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST
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BALANCE SHEET

Charity Number 1133837

As at 31 December 2021

	Notes	£	Total 2021 £	£	Restated Total 2020 £
<u>Fixed assets</u>					
Tangible assets	18		350,374		355,951
Investments	19		316,630		297,519
Total fixed assets			667,004		653,470
<u>Current assets</u>					
Debtors	20	26,727		36,906	
Cash at bank and in hand	21	47,377		45,933	
Total current assets		74,104		82,839	
Creditors: amounts falling due within one year	22	(2,019)		(977)	
Net current assets			72,085		81,862
Total assets less current liabilities			739,089		735,332
Total net assets or liabilities			739,089		735,332
<u>Funds of the charity</u>					
Unrestricted funds			508,138		510,430
Designated fund			16,371		12,551
Revaluation surplus			165,000		165,000
Restricted fund			49,580		47,351
Total funds			739,089		735,332

The notes on pages 14 to 23 form an integral part of these accounts.

These financial statements were approved by the Board on: 19.06.2023

and are signed on its behalf by:

K M Proudfoot
Treasurer

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

1 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

2 Basis of accounting

2.1 Basis of preparation

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts have been prepared in accordance with 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) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The Parochial Church Council of the Ecclesiastical Parish of Gosforth St Nicholas meets the definition of a public benefit entity under FRS 102.

2.2 Preparation of the accounts on a going concern basis

The charity reported total unrestricted funds at the year end of £739,089 and has already secured a significant amount of funding for the current year. The trustees are of the view that the immediate future of the charity for the next 12 to 18 months is secure and that on this basis the charity is a going concern.

3 Income

3.1 Recognition of income

Income is recognised when the charity has entitlement to the resources, any performance conditions attached to the item(s) of income have been met, it is more likely than not that the resources will be received and the monetary value can be measured with sufficient reliability

3.2 Offsetting

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by FRS102 SORP or FRS102.

3.3 Grants and donations

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the provision of a specified service is deferred until the criteria of income recognition are met.

3.4 Volunteer help

The value of volunteer help received is not included in the accounts but is described in the trustees' annual report.

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NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

3.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

3.6 Investment gains and losses

This includes any realised or unrealised gains or losses on the sale of investments and any gain or loss resulting from revaluing investments to market value at the end of the year.

3.7 Fund accounting

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

Donations received for particular purposes are designated, unrestricted funds, as is the attendant expenditure.

The accounts include all transactions, assets and liabilities for which the PCC is responsible in law.

3.8 Endowment fund

Over many years donations have been given to the church with the specific intention to help the clergy in their role within the parish, such funds are classed as "Restricted and Designated". The income generated from the Endowment Fund assets - stocks and shares - is applied to the specific purpose of the fund. In accordance with the practice of many years the income is applied as follows: 25% to the General Fund to meet the requirements of the Newcastle Diocesan Board of Finance, the balance to the incumbent to help meet expenses of the office.

It would be disproportionately expensive to have the endowment fund managed separately to the other investments. £1,400 has been calculated as the appropriate proportion of the income, at present, to go to the expenses of the incumbent. The amount is reviewed annually against the performance of the investments as a whole. This is shown in note 7 Investment Income from Dividends.

4 Expenditure and liabilities

4.1 Liability recognition

Liabilities are recognised when it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

4.2 Charitable activities

Expenditure on charitable activities includes the costs of grant offerings and other activities undertaken to further the purposes of the charity and their associated support costs.

4.3 Governance and support costs

Support costs have been allocated between governance cost and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

4.4 Creditors

The charity has creditors which are measured at settlement amounts less any trade discounts.

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NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

4.5 Provisions for liabilities

A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.

5 Assets

5.1 Tangible fixed assets for use by the charity

Individual fixed assets costing £2,000 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis, the charity does not currently have any tangible fixed assets:

Organ	Straight line over 40 years
Church houses	No depreciation
Other tangible fixed assets	Straight line over five years

Consecrated and beneficed property of any kind is excluded from the accounts by virtue of s96 (2)(a) of the Charities Act 1993.

Movable church furnishings held by the vicar and Churchwardens on special trust for the PCC, and which require a faculty for disposal, are accounted as inalienable property unless consecrated. They are listed in the church's inventory which can be inspected at any reasonable time.

The Nicholson organ, acquired in 2000, has been capitalised and is being depreciated in the accounts over its currently anticipated useful life of 40 years on a straight line basis.

All expenditure incurred in the year on consecrated or beneficed buildings, individual items under £2,000 or on the repair of movable church furnishings is written off.

Other tangible fixed assets includes equipment with an original cost of over £2,000 and are depreciated on a straight line basis over 5 years, starting in the year of acquisition.

5.2 Investments

Fixed asset investments in quoted shares, traded bonds and similar investments are valued at initially at cost and subsequently at fair value (their market value) at the year end. The same treatment is applied to unlisted investments unless fair value cannot be measured reliably in which case it is measured at cost less impairment.

Investments held for resale or pending their sale and cash and cash equivalents with a maturity date of less than 1 year are treated as current asset investments.

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

The investment properties are included at valuation, any change in market value over cost is reflected in these accounts.

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NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

Analysis of income

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
6 Giving, tax relief and investment income					
Planned giving & other	58,609	-	-	58,609	63,132
Income tax received and	13,241	-	-	13,241	17,599
Grants & Fundraising activities	-	-	-	-	5,000
Donations & Legacies	11,000	1,343	-	12,343	3,084
	<u>82,850</u>	<u>1,343</u>	<u>-</u>	<u>84,193</u>	<u>88,815</u>
7 Income from operating activities: to further the objectives of the PCC					
Fees	2,600	1,808	-	4,408	3,345
	<u>2,600</u>	<u>1,808</u>	<u>-</u>	<u>4,408</u>	<u>3,345</u>
8 Income from operating activities: to generate funds					
Church Hall Lettings & Grants	17,671	-	-	17,671	15,732
Donations to flowers	-	390	-	390	360
Sundry income (Easy Fundraising)	108	-	-	108	-
	<u>17,779</u>	<u>390</u>	<u>-</u>	<u>18,169</u>	<u>16,092</u>
9 Income from investments					
Rental income from investment properties	7,304	7,696	-	15,000	14,811
Dividends	4,406	1,400	-	5,806	6,307
Interest received	11	786	-	797	827
	<u>11,721</u>	<u>9,882</u>	<u>-</u>	<u>21,603</u>	<u>21,945</u>

Income was £128,373 (2020: £130,196) of which £128,373 was unrestricted or designated (2020: £130,196) and £nil was restricted (2020: £nil).

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

Analysis of expenditure on charitable activities

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
10 Donations					
Children's Society	-	165	-	165	500
Alzheimer's Society	-	-	-	-	100
NSPCC	-	-	-	-	125
St Oswald's	-	-	-	-	250
RNLI	-	120	-	120	-
People's Kitchen	-	500	-	500	-
Christian Aid	-	20	-	20	-
	<u>-</u>	<u>805</u>	<u>-</u>	<u>805</u>	<u>975</u>
11 Activities relating to the work of the church					
Parish Share	82,545	-	-	82,545	82,545
Diocesan fees	-	1,808	-	1,808	1,956
Clergy & worship expenses	8,498	1,460	-	9,958	7,059
Utilities, insurance & repairs	15,716	786	-	16,502	20,563
Junior church	104	-	-	104	17
Organ, organists and choir	8,294	-	-	8,294	5,295
Mission, outreach & events	125	-	-	125	284
Depreciation	5,577	-	-	5,577	5,577
	<u>120,859</u>	<u>4,054</u>	<u>-</u>	<u>124,913</u>	<u>123,297</u>
12 Expenditure to generate funds					
Parish Hall	6,290	29	-	6,319	11,147
Flowers	480	390	-	870	180
	<u>6,770</u>	<u>419</u>	<u>-</u>	<u>7,189</u>	<u>11,327</u>
13 Church management and administration					
Investment property repairs and other costs	-	7,696	-	7,696	3,095
Investment portfolio manager's fees	2,171	456	-	2,627	2,127
Printing & stationery - copier	1,753	50	-	1,803	1,676
Bank charges, less rebate	380	-	-	380	514
Gifts & sundry expenses	9	-	-	9	67
Independent examiner's fees for reporting on the accounts	924	-	-	924	-
	<u>5,236</u>	<u>8,202</u>	<u>-</u>	<u>13,438</u>	<u>7,479</u>

Expenditure on charitable activities was £146,345 (2020: £143,078) of which £146,345 was unrestricted or designated (2020: £143,078) and £nil was restricted (2020: £nil)

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

14 Fees for examination of the accounts

	2021 £	2020 £
Independent examiner's fees for reporting on the accounts	924	-
	924	-

There were no other fees paid to the examiner (2020: £nil).

15 Analysis of staff costs and the cost of key management personnel

The charity currently does not employ any paid staff.

No employee received remuneration above £60,000 (2020: £nil)

The key management personnel of the charity, comprise the Trustees. The total employee benefits of the key management personnel of the charity were £nil.

16 Transactions with trustees

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity.

Trustees' expenses

No trustee expenses have been incurred in the year.

Transaction(s) with related parties

The vicar and churchwardens made the following donations to church funds in 2020 and 2021:

Name of the trustee or related party	Relationship to charity	Description of the transaction	2021 £	2020 £
Rev J Natras	Vicar	Unrestricted donation	930	1,000
David Young	Trustee	Unrestricted donation	540	644
Dale Hunter	Trustee	Unrestricted donation	660	660
Keith Proudfoot	Trustee	Unrestricted donation	1,040	980
			3,170	3,284

17 Corporation Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objectives.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

18 Tangible fixed assets	Nickolson organ £	Church Houses £	Total £
Cost			
Balance brought forward	223,068	250,000	473,068
Additions	-	-	-
Disposals	-	-	-
Balance carried forward	223,068	250,000	473,068
Depreciation			
Basis	SL	SL	
Rate	2.5%	0.0%	
Balance brought forward	117,117	-	117,117
Depreciation charge for year	5,577	-	5,577
Disposals	-	-	-
Balance carried forward	122,694	-	122,694
Net book value			
Brought forward	105,951	250,000	355,951
Carried forward	100,374	250,000	350,374
19 Fixed asset investments			
Listed Investment	2021 £	2020 £	
Carrying (fair) value at the beginning of period	257,622	256,088	
Management & dealing costs	(2,627)	(2,127)	
Realised gains & losses for year	12,129	4,547	
Unrealised gains & losses for year	5,723	(886)	
Carrying (fair) value at end of year	272,847	257,622	
Newcastle Diocesan Social Investments	2021 £	2020 £	
Bulcher/McMahon bequest 487 shares	11,405	9,977	
Butcher bequest 836 shares	19,578	17,127	
	30,983	27,104	
Church hall	2021 £	2020 £	
Church hall investment account	12,800	12,793	
	12,800	12,793	
TOTAL	316,630	297,519	

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

20 Debtors and prepayments (receivable within 1 year)

	2021	2020
	£	£
Gift aid claim	26,500	28,500
Prepayments	-	8,246
Dividends	227	160
	26,727	36,906

21 Cash at bank and in hand

	2021	2020
	£	£
Investment community account	576	417
General fund community account	9,932	5,215
Church hall community account	26,868	29,287
Church active saver account	10,001	11,014
	47,377	45,933

22 Creditors and accruals (payable within 1 year)

	2021	2020
	£	£
Trade creditors	1,095	977
Accruals		
Independent examination of accounts	924	-
	2,019	977

23 Events after the end of the reporting period

No events (not requiring adjustment to the accounts) have occurred after the end of the reporting period but before the accounts are authorised which relate to conditions that arose after the end of the reporting period.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

24 Analysis of charitable funds

For the year ended 31 December 2021

	Fund balances brought forward £	Income resource £	Resources expended £	Transfers £	Gains / (losses) £	Fund balances carried forward £
Unrestricted funds						
General funds	510,430	114,950	(132,865)	-	15,623	508,138
Designated funds	12,551	13,423	(13,480)	-	3,877	16,371
Revaluation surplus	165,000	-	-	-	-	165,000
	<u>687,981</u>	<u>128,373</u>	<u>(146,345)</u>	<u>-</u>	<u>19,500</u>	<u>689,509</u>

For the year ended 31 December 2020

	Fund balances brought forward £	Income resource £	Resources expended £	Transfers £	Gains / (losses) £	Fund balances carried forward £
Unrestricted funds						
General funds	521,165	119,960	(134,355)	-	3,660	510,430
Designated funds	9,281	10,235	(8,721)	-	1,756	12,551
Revaluation surplus	-	-	-	-	165,000	165,000
	<u>530,446</u>	<u>130,195</u>	<u>(143,076)</u>	<u>-</u>	<u>170,416</u>	<u>687,981</u>

Purpose of unrestricted funds

General unrestricted fund	The 'free reserves' after allowing for designated funds
Designated funds	Funds designated for a particular purpose by the PCC
Revaluation surplus	Revaluation reserve for the church houses.
	Sanderson Young provided a valuation in 2020 for the houses that had been included in the accounts at historical cost: £85,000. The increase of £165,000 to the valuation of £250,000 is shown separately within unrestricted funds.

Analysis of charitable funds

For the year ended 31 December 2021

	Fund balances brought forward £	Income resource £	Resources expended £	Transfers £	Gains / (losses) £	Fund balances carried forward £
Restricted funds						
Endowment fund	47,351	-	-	-	2,229	49,580
	<u>47,351</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,229</u>	<u>49,580</u>

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF GOSFORTH ST NICHOLAS

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

24 For the year ended 31 December 2020 (continued)

	Fund balances brought forward £	Income resource £	Resources expended £	Transfers £	Gains / (losses) £	Fund balances carried forward £
Restricted funds						
Endowment fund	47,351	-	-	-	-	47,351
	<u>47,351</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,351</u>

Purpose of restricted funds

Restricted funds represent income resources used for a specific purpose within the charity as identified by the donor

Endowment fund Over many years donations have been given to the church with the specific intention to help the clergy in their role within the parish, such funds are classed as "Restricted and Designated". The income generated from the Endowment Fund assets - stocks and shares - is applied to the specific purpose of the fund. In accordance with the practice of many years the income is applied as follows: 25% to the General Fund to meet the requirements of the Newcastle Diocesan Board of Finance, the balance to the incumbent to help meet expenses of the office. It would be disproportionately expensive to have the endowment fund managed separately to the other investments.

25 Capital commitments

As at 31 December 2021, the charity had no capital commitments (2020: £nil).

26 Analysis of net assets between funds

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total 2021 £
Tangible fixed assets	350,374	-	-	350,374
Investments	267,050	-	49,580	316,630
Current assets	57,733	16,371	-	74,104
Liabilities	(2,019)	-	-	(2,019)
	<u>673,138</u>	<u>16,371</u>	<u>49,580</u>	<u>739,089</u>

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total 2020 £
Tangible fixed assets	355,951	-	-	355,951
Investments	250,168	-	47,351	297,519
Current assets	66,468	16,371	-	82,839
Liabilities	(977)	-	-	(977)
	<u>671,610</u>	<u>16,371</u>	<u>47,351</u>	<u>735,332</u>