THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF BROADWATER WORTHING

England & Wales · Charity number 1133987

Details

Other names	BROADWATER PCC
Status	Registered
Legal form	Previously excepted
Registered	2010-02-02
Register	View on the Charity Commission register

Contact

Address	Broadwater Parish Centre 117 Broadwater Road Worthing BN14 8HT
Phone	01903823916
Email	office@broadwaterparish.org.uk
Website	broadwaterparish.org.uk

Activities

Objects: Promoting in the ecclesiastical parish the whole mission of the Church.

Activities: Religious Activities

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services
- **What:** Religious Activities
- **Who:** The General Public/mankind

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Geography

- **Area of benefit:** UNDEFINED. IN PRACTICE, LOCAL.
- West Sussex

Finances

Period end	Income	Expenditure	Assets	Employees
2025-12-31	£415,691	£387,450	-	-
2024-12-31	£400,828	£494,113	-	-
2023-12-31	£405,793	£489,972	-	-
2022-12-31	£570,962	£518,342	£1,301,383	10
2021-12-31	£498,818	£924,385	-	-
2020-12-31	£404,672	£588,208	-	-

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Trustees

Name	Role	Appointed
ANDREA GREEN		2026-05-10
ANDREW MARSHALL		2023-05-14
ANDREW PAUL RAYNER		2022-05-01
ANTHONY ROBERT FORD		2026-05-10
Caroline Louise Stacey		2025-04-06
Elizabeth Mary Crockett		2023-05-14
Geoffrey Kelvin Gair		2020-10-18
George Charles Woollard		2020-10-18
Joan Pamela Saunders		2025-04-06
John Kenneth Whitehead		2020-10-18
Lauren Jane Banks		2024-04-21
MRS LIZ FARROW		
Mary Veronica Stewart		2020-10-18
Matthew John Worsfold		2025-04-06
Patricia Jane Westran		2022-05-01
Rev GARY ROY NEAL		
Richard Lloyd Hobbs		2024-04-21
Richard Stuart Gray		2025-04-06
TERRY SMITH		2026-05-10
THOMAS BOURNER		2026-05-10
Teresa Julia Anderson		2025-07-16
Timothy Lawrence Miller		2025-04-06
Tusa Clark		2022-05-01
Victoria Ludlow		2025-04-06

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THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF BROADWATER WORTHIN

England & Wales - Charity number 1133987

Accounts

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2025

BROADWATER PAROCHIAL CHURCH COUNCIL

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FOR THE YEAR ENDED 31 DECEMBER 2025

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The trustees present their report with the financial statements of the charity for the year ended 31 December 2025. 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).

1. CHARITY ADMINISTRATIVE INFORMATION

The benefice of Broadwater is situated in the Northern part of the town of Worthing, and pre-dates the town. Broadwater Parish is part of the Diocese of Chichester within the Church of England and has a population in excess of 20,000. Broadwater Parish comprises three church sites - St Mary's Church; St Stephen's Café Church; and Queen Street Church - and also a separate Parish Office.

The registered office and address for correspondence is:

The Parish Centre
117 Broadwater Road, Worthing
BN14 8HT Tel. 01903 823916
Email: office@broadwaterparish.org
Website: www.broadwaterparish.org.uk

PCC BANKERS
HSBC Bank PLC
1 Warwick Street
Worthing
BN11 3DE

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
ME19 4JQ

LEGAL ADVISORS
Miller Parris Solicitors
3 Cricketers Parade
Broadwater Street West
Worthing
BN14 8JB

INDEPENDENT EXAMINER
Acuity Professional
Unit 2.02 High Weald House, Glovers End
Bexhill
TN39 5ES

Broadwater PCC Registered Charity No. 1133987.

2. STRUCTURE, GOVERNANCE AND MANAGEMENT OF THE CHARITY

The Parochial Church Council (PCC) is registered with the Charity Commission as required by the Charities Act 2011. Its governing document is the Parochial Church Councils (Powers) Measure 1956.

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

CLERGY	
Team Rector	The Revd Gaz Daly (until June 2025. Currently Vacant)
Team Vicar	The Revd Gary Neal
Assistant Pastor	Rev Sam Buck (Co-Opted)
PARISH WARDENS	Mr Andrew Rayner
	Mr John Whitehead
DEPUTY-WARDENS	
St Mary's	Mr George Woollard
	Mrs Victoria Ludlow
St Stephen's	Mrs Mary Stewart
	Mr Matthew Tomson
DEANERY SYNOD	
	Mrs Liz Farrow
	Ms Caroline Stacey
	Ms Sandra Squire
PCC REPRESENTATIVES	
St Mary's	Mrs Patricia Westram
	Mrs Tusa Clark
	Mr Richard Hobbs
	Mrs Elizabeth Crockett
	Mr Andrew Marshall
	Ms Lauren Banks
	Mr Richard Gray
	Mr Tim Miller
	Ms Joan Saunders
	Mr Matthew Worsfold
	Mrs Teresa Anderson (Co-Opted Safeguarding Officer)
PCC TREASURER	Mr Geoffrey Gair
PCC SECRETARY	Mrs Jill Lancaster (Co-Opted)

2.1 PCC Appointments and Responsibilities

The PCC has responsibility for the running of the parish but may delegate some of its work to the Parish Leadership Team (comprising clergy, parish wardens, deputy wardens and treasurer). There are two Church Wardens (known as Parish Wardens) and each church has two deputy wardens. All of these are ex-officio members of the PCC. The method of appointment of PCC members is set out in the Church Representation Rules and in the PCC Constitution. All Church attendees are encouraged to register on the Electoral Roll.

The PCC is responsible for a wide range of matters affecting the parish including health and safety, disability legislation and parish safeguarding policies.

In their capacity as trustees, members of the PCC are responsible for the stewardship of funds and for the appropriate accounting and reporting of the parish finances. Company Law and Charity Law require the PCC 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 surplus or deficit for that period. The PCC usually elect a Parish Treasurer to oversee this and to provide regular financial information.

The PCC works to ensure that each member is equipped to fulfil their role. When new members join the PCC, they are given instructions as to their duties, privileges, and responsibilities on behalf of the Chair and directed to the relevant provisions made by the Charity Commissioners, before being formally welcomed and inducted.

The PCC pays due regard to the published guidance from the Charity Commission on the operation of the Public Benefit requirement under the Charities Act 2006.

2.2 Related Trusts and Charities

There are now no other related Trust or Charities.

2.3 Management of potential risks, uncertainties and their mitigation

The PCC has an ongoing task of reviewing the major risks which impact on the work of the churches in the Parish. The PCC consider that the principal risks and uncertainties are :-

1. Health and Safety within Church Buildings.
- Risk Context: The Parish manages a diverse estate comprising Grade I and Grade II listed buildings, alongside a heavily used Parish Centre. The primary risk is that the safety of congregations, staff, and the public is compromised through physical site hazards or fire.
- Current Status: Comprehensive Fire Risk Assessments (FRAs) were commissioned in late 2025 across all four sites: St Mary's, The Parish Centre, Queen Street, and St Stephen's. These reports identified specific remedial requirements to ensure life safety and building preservation.
- Mitigation Strategy: The Fabric Team conducts regular building reviews to ensure priority matters are addressed in a timely manner. This includes mandatory PAT testing, fire extinguisher servicing, and emergency lighting checks. We are currently executing a prioritised remedial plan to address "High" and "Medium" priority actions identified in the 2025 FRAs, such as improving fire door integrity at the Parish Centre and Queen Street.

2. Safeguarding children and vulnerable people
- Risk Context: With a significant regional impact and over 150 children and young people engaged in our weekly ministries, failure to maintain statutory compliance or a "culture of safety" remains a principal risk.
- Current Status: The Parish has successfully achieved "Green" status on Levels 1 and 2 of the National Safeguarding Dashboard. However, the interregnum has highlighted the ongoing need to ensure all staff and volunteers consistently implement PCC-approved safeguarding protocols.
- Mitigation Strategy: Diocesan policy is strictly followed, and each site has named Safeguarding Co-ordinators. The PCC has implemented a robust Safeguarding Identification Policy to ensure all safer-recruited volunteers are immediately recognisable to parents and carers. This initiative has been recognised as best practice and adopted for rollout across the Diocese. The Parish Safeguarding Officer (PSO) ensures that DBS checks and training are maintained at 100% compliance.

3. Funding of large, unexpected fabric costs
- Risk Context: St Mary's Church and the Parish Centre, due to their age and historical status, are expensive to maintain. Unexpected structural failures can place significant strain on parish finances.
- Current Status: The 2025 Quinquennial Inspection Report (QIR) for St Mary's has highlighted urgent "Category A" requirements, specifically regarding the deterioration of tower masonry, flintwork, and rainwater drainage systems.
- Mitigation Strategy: A Fabric Committee regularly inspects all properties and budgets for essential repairs. The PCC maintains a Designated Quinquennial Fund to spread these costs and a Designated Parish Centre Fund of

£400,000 to cover potential redevelopment or emergency capital costs. We are currently aligning our three-year financial plan with the urgent works identified in the 2025 QIR.

4. Voluntary Income Trends and Financial Sustainability

- Risk Context: We remain subject to the national trend of falling voluntary income and tithing, which is further exacerbated by the cost-of-living crisis and rising energy costs for our large historic buildings.
- Current Status: While average "Regular Giving" per adult has increased, the total income base must be rebuilt or costs reduced to maintain a balanced budget.
- Mitigation Strategy: The Parish has proactively introduced new giving mechanisms, including the Parish Giving Scheme, digital card readers, and online giving platforms. The Treasurer provides monthly budget monitoring to the PCC to ensure that operational expenditure remains within our financial means, allowing us to prioritise our statutory safety and building maintenance obligations.

5. Personnel, Governance, and Interregnum Resilience

- Risk Context: An interregnum naturally creates a period of uncertainty. The absence of an incumbent puts heightened pressure on the Churchwardens (as Sequestrators) and lay staff, creating risks around burnout, operational drift, and legal compliance.
- Current Status: The Parish is currently navigating a significant cultural shift toward professionalised governance. A historical lack of written contracts for long-serving staff creates a risk regarding "implied terms" and employment legislation compliance.
- Mitigation Strategy: The Churchwardens have taken active control of parish management, supported by a restructured office team and increased contracted hours for the Office Manager. We are following ACAS best practice to regularise HR documentation and address conduct issues. By professionalising our staff management and volunteer recruitment, we ensure the parish remains stable and mission-focused until a new Rector is appointed.

2.4 PCC Meeting Attendance

The full PCC met six times in 2025 with an average attendance of 90%. The Parish Leadership Team (PLT) aim to meet between PCC meetings and minutes of their deliberations were received by the full PCC and discussed. The PLT met 6 times in 2025.

The PCC is always looking at opportunities to improve communication with congregation members following meetings held. Church Wardens or a PCC member, aim to highlight three key discussion points to congregations during the "Notices" at the Sunday service following a meeting.

3. OUR OBJECTIVES AND PURPOSES AS A CHARITY AND CHURCH

The PCC of the Ecclesiastical Parish of Broadwater has the responsibility of co-operating with the Incumbent (or, during
a vacancy, the Churchwardens and Rural Dean) in promoting in the ecclesiastical parish the whole mission of the Church: pastoral, evangelistic, social, and ecumenical.

Our primary purpose is to be a welcoming and inclusive community that exists to:

- Worship God through diverse and vibrant services that cater to all ages and traditions.
- Make Disciples by supporting individuals in their journey of faith and spiritual growth.
- Share the Good News of Jesus Christ through active outreach and evangelism.
- Serve our community by being a positive presence in the Broadwater area, offering practical support and a

place of belonging for all.
- Steward our Resources by maintaining the historic Grade I listed church of St Mary's and all other Parish buildings as accessible and safe spaces for congregations and community use.

For close to a thousand years Christians have met together in Broadwater Parish, coming together before God to worship him and sharing the good news of Jesus Christ in our community. The PCC is not only maintaining this calling but future proofing the fabric of the church for generations to come.

The vision of Broadwater Parish continues to be to 'Love In, Love Out and Love Up'. Working together in the name of Jesus for the revitalisation of the church in Worthing and for the transformation of lives. Linking to The Bible with Matthew 6:33 "Seek first His kingdom and His righteousness".

The PCC also supports a wide range of missionary and relief endeavours at home and overseas. Many members of our congregations are involved in Christian service of one sort or another and we actively encourage this. We also reach out to our local community and schools. In particular, we have very close links to our two Church of England schools at all levels, including governance.

The PCC encourages co-operation with churches in the deanery and with other denominations in the local area. The PCC recognises its role as part of the Diocese of Chichester and Church of England. Broadwater Parish was chosen to help Chichester Diocese celebrate its 950th Anniversary in February 2025, which was an honour and recognition of the continued ministry of this Parish over many years.

4. WHAT WE DO TO ACHIEVE OUR OBJECTIVES

When planning our activities for the year, our incumbent and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on 'charities for the advancement of religion'. The PCC dutifully considers the safeguarding of children and vulnerable adults on activities.

The PCC maintains a wide range of ministries designed to serve the 15,000 residents of the parish and the wider Worthing
area. Our activities are focused on the following key areas:

- Regular Public Worship: We provide a variety of services across our sites, ranging from traditional choral worship to contemporary family services, ensuring that worship is accessible to all.
- Children and Youth Ministry: We host extensive weekly programmes, including "Tots & Toddlers," "Explorers," and "Broadwater Kids & Youth," which engage over 150 young people in a safe and nurturing environment.
- Pastoral Work: Our clergy and lay teams provide essential support to the community, including home visits, bereavement care, and the administration of the occasional offices, such as baptisms, weddings, and funerals.
- Community Outreach & Social Action: Through the Parish Centre and our various church sites, we provide space for community groups, support for the isolated, and engagement in local social action.
- Discipleship and Faith Exploration: We facilitate small groups and courses (such as Alpha) to help people explore faith and deepen their commitment to Christian service.
- Safeguarding Excellence: We prioritise a "culture of safety" through rigorous safer recruitment and the use of the National Safeguarding Dashboard, where we have achieved "Green" status on Levels 1 and 2.
- Heritage Stewardship: We actively manage the maintenance and restoration of our historic building, the 12th-century St Mary's Church, following the priorities identified in our 2025 Quinquennial Inspection and Fire Risk Assessments.

Key activities can be found on the 'Mission Action Plan'. This is submitted to the Diocese and includes the following example activities to help fulfil our objectives and purpose:-

- Where practical, we want to ensure our churches and buildings are accessible and open to everyone, young &

old, living in the community and beyond. This includes live streaming of services when appropriate. We offer space and time for people to easily access our church sites regularly and, provide Sunday and weekday opportunities for Christian worship.
- We aim to use our resources for the provision of pastoral, social, evangelistic and, ecumenical care in the community. Weekly tots and toddler groups, monthly tea times with the elderly, Messy Church, morning prayer opportunities and termly Alpha and Bible courses.
- Active involvement with local schools and colleges to share our Christian faith. Weekly assemblies are given at our local primary & secondary schools. Working with the staff and helping with curriculum where we are able.
- Putting faith into practice, through prayer and scripture, music and sacrament and actively serving in the local community.
- Provision of assistance to the poor and needy in the parish and beyond. Working at our St Stephens site with local charities to provide practical support, including 'Saturday Morning Live' sessions from February 2025.
- Reaching out to the unchurched through social events, after school clubs such as 'Messy Church', Alpha courses, Christians Against Poverty, bereavement counselling, Needles & Pins sessions, etc.

5.0 WHAT WE ACHIEVED AND HOW WE AFFECTED BENEFICIARIES' LIVES

5.1. Electoral Roll

	May 2024	**May 2025**
TOTAL	437	260

5.2. Attendance at Church

		2024 Attendance			2025 Attendance		
	No. of services	**Adults**	**Children**	**Total**	**Adults**	**Child**	**Total**
St Mary's Church	3	233	51	**284**	228	39	**267**
St Stephen's Cafe Church	1	33	9	**42**	32	9	**41**
Total	**4**	**266**	**60**	**326**	**260**	**48**	**308**

The 2024 and 2025 attendance figures are taken as an average throughout the year. Attendance numbers have fallen by 217 or 41% from 2016 when the average attendance reported was 525 (441 Adults & 84. Children). Factors include the closure of Hosanna and Queen Street Services and generally falling church attendances nationwide. The Parish needs to rebuild congregation numbers.

5.3. Key Achievements in 2025

The PCC is proud to report a year of resilience, and professionalisation. Despite the challenges of being in Interregnum, Broadwater has continued to thrive as a "Resource Church" in spirit, fostering a "Big Family" ethos while radically strengthening its underlying governance.

1. Transformation of Safeguarding and Governance
- National Safeguarding Dashboard Achievement: In 2025, the parish reached the major milestone of achieving Green" status on both Levels 1 and 2 of the National Safeguarding Dashboard.
- Diocesan Best Practice Leadership: A new local initiative for the recording and management of safeguarding incidents-developed by our Parish Safeguarding Officer and Churchwardens-was formally adopted by the Diocese as "best practice" and is now being rolled out to other churches.
- Culture of Accountability: We have navigated a successful cultural shift from informal oversight to a culture of modern governance. This includes the implementation of a robust Safeguarding Identification Policy for all safer-recruited volunteers.

2. Mission and Ministry: Broadwater's Big Family

- Youth and Children's Ministry Engagement: Our weekly programmes, including "Tots & Toddlers," "Explorers," and "Broadwater Kids & Youth," consistently engage over 150 young people, providing a safe and nurturing environment for faith exploration.
- During the year we worked with local schools, both secondary and primary and, colleges. Offering support and help with their Christian curriculum and, with weekly assemblies, prayer groups, bible studies and Easter and Christmas services - which included visits to the St Marys or St Stephens church sites.
- Alpha courses continued to be run each year at our St Stephens site. In February 2025 we started morning sessions at Broadwater School, aimed at people who had difficulty attending evening sessions. These have introduced people to the Christian faith and helped others who are on a faith journey.
- Interim is a ministry that supports those who are bereaved - it is an opportunity to be amongst friends and people working together through similar issues. This group meets twice a month at Queen Street, as does 'Needles & Pins' helping to bring the community together over craftwork. Tea Time continues at St Marys monthly, with a varied activity programme, fresh food, cakes and laughter in abundance.
- The weekly football and netball groups attract many from outside of church and provides opportunities to develop friendships. Many have come to Church or sought support from other Christians.
- We continued to run summer events for a wide range of interest groups - from walking, classic car rally, quizzes, wine tasting and bible teaching. These provided a great chance for church members to meet up in a relaxed environment and, to also invite along non-Christian friends.
- The 'Global Outreach' Team has been very active in 2025 - providing regular updates and professional video resources for the whole Parish. The team are a real blessing to us and our Ministry Partners at home and abroad.
- Parish Profile 2025 Development: We successfully produced a comprehensive Parish Profile that clearly articulates our vision for a "vibrant, growing, and healthy" church, serving as a roadmap for our future ministry and the recruitment of a new Rector.
- Sustained Growth and Worship: We maintained a diverse range of worship services across our sites, supporting over 450 regular attendees and ensuring a welcoming spiritual home for all traditions.

3. Stewardship of Fabric and Life Safety

- Completion of 2025 Quinquennial Inspection: The Grade I listed St Mary's underwent its formal Quinquennial Inspection. The resulting report has allowed the PCC to develop a clear, prioritised three-year works plan for urgent masonry and drainage repairs.
- Comprehensive Fire Safety Review: In late 2025, professional Fire Risk Assessments (FRAs) were completed for all parish buildings (St Mary's, the Parish Centre, Queen Street, and St Stephen's).
- Remedial Action Progress: The PCC has already begun addressing "High" priority items identified in the FRAs including enhancements to fire door integrity and the formalisation of evacuation protocols for vulnerable users.

4. Financial Resilience and Giving

- Digital and Regular Giving: We successfully embedded digital card readers and online giving mechanisms alongside the Parish Giving Scheme, which has helped stabilise income during a period of national economic uncertainty.
- Capital Reserves Management: The PCC has continued to prudently manage costs whilst also ensuring c.£400k remains set aside in a Designated Parish Centre Fund towards redevelopment costs.

At the APCM in April 2025, the outgoing Rector said "Thank You" to everyone who has helped and supported over the last 9 years in so many different and creative ways, from singers, musicians, flower arrangers, welcomers, servers - there are many more I could list. Thank you. I believe God has been at work during this time and has much more to do in this Parish.

6.0 STAFF AND OTHER RESOURCES

At the end of 2025, the team comprised of a Rector, though this role has been vacant since June 2025, who is Chair of the PCC and a Team Vicar. Both are employed directly by the Diocese. They are supported by three retired Clergy - Rev Bob Groves, Rev Andrew Smith and Rev George Butterworth - who each make a tremendous difference to our ministry.

At the end of 2025, the list of employees of the PCC, consisted of four cleaners to cover the three church sites and the Parish Centre, an Associate Pastor, Children's Pastor, an Under 5's Children's Pastor, a part-time Administrator and two administrators on zero-hour contacts. The Associate Pastor post is partly funded from a restricted legacy. The two Children's Pastor's are currently fully funded each year by a very generous, separate restricted donation for these purposes.

The church also benefits from the dedicated work of a great number of volunteers across the Parish. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

The PCC has the use of St Mary's church, which is owned by the Church of England. The PCC is responsible for the repair and upkeep of the church. Additionally, the PCC owns the St Stephen's and Queen Street sites, the Parish Centre and, the residential property at 67 Normandy Road. The residential property at 53 Lavington Road (68% owned by the PCC and 32% owned by the Diocese) was sold in 2022. These funds remain 'Ring Fenced' as a Designated Fund by the PCC, as a project continues to look at the costs to develop and improve the Parish Centre for wider church and community use.

7.0 THE YEAR AHEAD (2026)

As Broadwater Parish moves forward in 2026, we do so with a sense of profound expectation and "bold and exciting plans"for the future. Having successfully navigated the initial stages of the interregnum, our focus now turns toward revitalisation, partnership, and the renewal of our physical resources.

A Season of New Leadership
Our primary focus for the coming year is the appointment of a new Rector. Following the comprehensive consultation that informed our Parish Profile 2025, we are praying for an incumbent who will lead "Broadwater's Big Family" into its next chapter of mission and ministry. The PCC remains committed to supporting the staff team and Churchwardens throughout this transition, ensuring a stable and healthy parish environment for our new leader.

Worthing Revitalisation & Diocesan Partnership
We are encouraged by the Diocese's bid for a circa £20 million grant. As a "Resource Church" in spirit and impact, Broadwater Parish anticipates playing a central role in this regional strategy, seeking new ways to share the Good News and serve the 20,000 residents within our boundaries, and those further afield.

Partnership: Broadwater & Christ Church
2026 marks the beginning of a formal partnership with Christ Church, Worthing. This collaboration is born of a desire to see a sister church regrow and flourish after a challenging season. As a tangible sign of this commitment, we have supported our Associate Minister in becoming their Interim Priest in Charge. We look forward to the mutual growth and shared ministry this partnership will undoubtedly bring to our town.

Redeveloping the Parish Centre
A key strategic goal for 2026 is the progression of our Parish Centre redevelopment. We are currently awaiting the granting of planning permission for this essential community asset. While we have prudently set aside £400,000 in a Designated Fund for this purpose, we recognise that the total cost of a modern, fit-for-purpose facility will exceed this amount. Consequently, 2026 will, we expect, see the launch of a significant fundraising initiative to bridge this gap, ensuring our buildings can continue to serve Broadwater for generations to come.

Fabric & Stewardship
In addition to our redevelopment goals, we will begin the prioritised works identified in the 2025 Quinquennial Inspection and Fire Risk Assessments. Our focus will be on the urgent Category A masonry and drainage repairs to St Mary's Church tower, ensuring our historic Grade I listed home remains safe and watertight.

We continue to pray for our future, confident that Broadwater Parish is uniquely positioned to grow in faith, service, and numbers as we follow where God leads.

FINANCIAL REVIEW
8.1 Income and Expenditure.

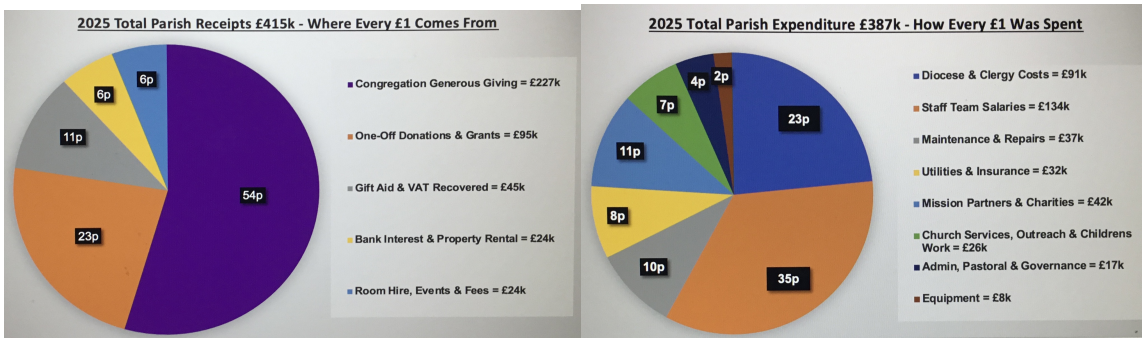
Broadwater Parish is an independent Registered Charity, wholly reliant on the generous giving of our church members. Monies are spent across the whole Parish to share the Good News of the Gospel, with 10% of 'Regular Giving' used to financially support Mission Partners at home and abroad.

Thank you to everyone who is able to reflect God's generosity to us, by financially supporting and serving in the Parish. This includes 109 'Regular Givers' who do so through the 'Parish Giving Scheme' (PGS) or Bank Standing Order (BSO). The PGS is by far the best method to regularly give and, 57 of our church family do so. Please may I encourage the 53 who regularly give through BSO to consider switching to the PGS, as it saves a huge amount of accounting work.

I continue to provide monthly Parish Accounts to all PCC Members and, make these available to every church member through a link in the Weekly Newsletter and, they are available on the Parish Website. This transparency provides an opportunity for everyone to understand and scrutinize what monies come in to the Parish and, how it is spent. I would encourage everyone to review the Accounts and raise any queries to myself or to a member of the PCC. Regular up to date Accounts, made available to the PCC & church members, is a key layer of financial control & governance.

Our Annual Accounts for 2025 will be published for the APCM having gone through an Independent Examination.
The key figures are that the Parish received £415k and spent £387k. The Parish budgeted for a Deficit of £45k but ended with a Surplus of £28k.The delay of Quinquennial maintenance work of £35k to 2026 and lower than budgeted utility costs helped, in part, to the Parish not being in deficit for the year.

The two pie charts below illustrates how every £1 was received and how every £1 was spent in 2025:-



The 'Pie Chart' on the left shows where the £415k was spent. In summary, for every £1 received, 54p is from Regular Giving, 23p from Restricted Donations & Grants, 11p from Gift Aid recovered from HM Revenue & Customs, 6p from Bank Interest and 6p from hiring rooms and event tickets.

The 'Pie Chart' on the right shows where the £387k was spent. It is important to highlight that Broadwater Parish made a significantly lower contribution in 2025 to the Diocese towards 'Parish Ministry Costs'. A full contribution to the Diocese for providing the Rector and a Team Vicar would have been £153k. The Parish contributed £72k. The shortfall to the Diocese meant that the Parish did not run in deficit as in prior years. Out of every £1 spent, 35p was used to pay the Non-Clergy Staff Team, 23p for Diocese/Clergy costs, 11p to Mission Partners, 10p on maintaining all Parish buildings, 8p on electric, gas, water, phone & insurance, 7p on church services, outreach & admin etc.

The Parish Budget in 2026 forecasts a Deficit of £50k. This is even with the Parish continuing to pay a reduced contribution to the Diocese of £72k instead of £153k. The Parish has been without a Rector since June 2025 but, even in a period of Interregnum, a Parish is asked to make a full contribution to the Diocese towards 'Parish Ministry Costs'.

We deeply appreciate those who regularly give. With 'Regular Giving' only providing 54p for every £1 received, the Parish does need more people to prayerfully consider giving in this way. This would help to reduce the reliance on other receipts to operate and, also to making a full contribution to the Diocese without depleting Parish Reserves.

The receipt of a large legacy in 2019 has helped to sustain the Parish financially in recent years. Leaving a legacy gift to the Parish is another wonderful way to generously support God's Mission in Worthing and beyond for future generations

8.2 Total Parish Reserves or Net Assets.

Income of £415,691 over Expenditure of £387,450 gave a Net Surplus of £28,241 for 2025. 'Net Assets' or 'Parish Reserves' at the end of 2025 grew by the Surplus from £1,123,919 to £1,152,160. These Reserves can be broken down to £755,919 in the Bank and £396,241 in Property. Parish property shown in the Accounts is valued at the initial purchase price, so its accounting value is low given that the real, tangible value is only realised on the sale of a property and, the current Market Value of the Parish properties is considered to be significantly higher.

The Parish Reserves held in the bank of £755,919 appears high but, contained within this figure is "Restricted Funds" and monies already "Designated" for spending totalling £554,002. This figure includes £392,750 'Ring Fenced' by the PCC from the sale of Lavington Road in 2022 to improve the Parish Centre. The actual 'Unrestricted Cash Reserves" held in the bank for Parish use at the end of 2025 is £201,917.

8.3 Summary

Considerable investments have been made in the Parish since 2019 with the completion of the Re-Ordering project at St Mary's, essential ongoing maintenance of all Parish buildings, the employment of additional paid staff in Youth and Children's Work, together with upgrades to audio and visual equipment enabling livestreaming of services. These investments have come about from the generosity of our church members and, was needed to 'future proof' the Parish buildings and equipment for their wider use today and for future generations. There are £393k of funds held and currently 'Ring Fenced' for the Parish to use, potentially, for improvements to the Church Centre. This project commenced in 2024 with the engagement of an architect. Planning Applications were submitted to the Borough Council in late 2025. Further details will be communicated to church members in 2026 once formulated by the new Rector and the PCC.

Looking ahead, the forecast or Budget is that expenditure in 2026 will exceed income by £50,000 which may further reduce the £201,917 of 'Unrestricted Cash Reserves' held by the Parish at the end of 2025. The Parish will be able to meet all of its financial commitments in 2026 but, requires actions aimed at increasing both church membership and generous giving.

FINANCIAL REVIEW

Reserves & Legacy Policies

The PCC policy is to maintain a minimum balance on the general 'Unrestricted Cash Reserves' (i.e. excluding 'Designated & Restricted Funds' and excluding property) which equates approximately to three months (maximum of six months) of regular running costs. This is to ensure continued financial security, provide for unforeseen expenditure and, to maintain cash flow for the provision of Clergy, staff salaries and other regular church running costs.

The closing 'Unrestricted Cash Reserves' balance of £201,917 represents five months of regular running costs (5 £40k = £200k) giving sufficient cash flow in 2026 for the Parish to pay bills as they fall due.

Should 'Unrestricted Cash Reserves' exceed six months of running costs the PCC will develop a clear plan for the surplus, identifying proposed spending plans and timescales. This usually involves improving the fabric of our buildings and updating obsolete equipment, in projects aimed at improving our infrastructure for future generations of worshippers. The PCC does hold a mixture of 'Designated' and 'Restricted' Funds for these purposes totalling £439,140 for these purposes, with £393k set aside for the Parish Centre, £46k set aside for the Quinquennial inspection of St Mary's .However, to fully develop and refurbish the Parish Centre, this could cost up to £1.5m, requiring additional fundraising.

From time to time the PCC receives legacies. We aim to spend such money as soon as possible after receiving the legacy, in accordance with the wishes of the legator.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Approved by order of the board of trustees on 27 APRIL 2026 and signed on its behalf by:

A. Rayner

Trustee

Independent examiner's report to the trustees of Broadwater Parochial Church Council
I report to the charity trustees on my examination of the accounts of Broadwater Parochial Church Council (the Trust) for the year ended 31 December 2025.

Responsibilities and basis of report
As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

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

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

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

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

Deborah Hargreaves FCA

Acuity Professional Partnership LLP
Unit 2.02
High Weald House
Glovers End
Bexhill
East Sussex
TN39 5ES

Date: .....27th April 2026.....

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM					
Voluntary income	2	**367,627**	**-**	**367,627**	347,676
Charitable activities	5				
Church Activities		**4,047**	**-**	**4,047**	6,492
Activities for generating funds	3	**14,237**	**-**	**14,237**	11,490
Investment income	4	**23,928**	**-**	**23,928**	29,551
Other income		**5,852**	**-**	**5,852**	5,619
Total		**415,691**	**-**	**415,691**	400,828
EXPENDITURE ON					
Charitable activities	6				
Church Activities		**387,450**	**-**	**387,450**	453,239
Charitable activities		**-**	**-**	**-**	40,874
Total		**387,450**	**-**	**387,450**	494,113
NET INCOME/(EXPENDITURE)		**28,241**	**-**	**28,241**	(93,285)
Transfers between funds	11	**42,776**	**(42,776)**	**-**	-
Net movement in funds		**71,017**	**(42,776)**	**28,241**	(93,285)
RECONCILIATION OF FUNDS					
Total funds brought forward		**981,637**	**142,282**	**1,123,919**	1,217,204
TOTAL FUNDS CARRIED FORWARD		**1,052,654**	**99,506**	**1,152,160**	1,123,919

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2025

	Notes	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
FIXED ASSETS					
Tangible assets	10	**396,241**	**-**	**396,241**	396,241
CURRENT ASSETS					
Cash at bank		**656,413**	**99,506**	**755,919**	727,678
NET CURRENT ASSETS		**656,413**	**99,506**	**755,919**	727,678
TOTAL ASSETS LESS CURRENT LIABILITIES		**1,052,654**	**99,506**	**1,152,160**	1,123,919
NET ASSETS		**1,052,654**	**99,506**	**1,152,160**	1,123,919
FUNDS	11				
Unrestricted funds:					
Unrestricted - General				**598,158**	531,553
Designated - Quinquennial and Global Outreach				**61,746**	54,988
Designated - Parish Centre Fund				**392,750**	395,096
				1,052,654	981,637
Restricted funds:					
Restricted - St Mary's Re-ordering				**10,122**	24,470
Restricted - Parish Youth Work				**76,343**	105,152
Restricted - Childrens Pastor Salary				**13,041**	12,660
				99,506	142,282
TOTAL FUNDS				**1,152,160**	1,123,919

The financial statements were approved by the Board of Trustees and authorised for issue on ..... 27 APRIL 2026 ..... and were signed on its behalf by:

A. Raynor
.....
Trustee

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	2025 £	2024 £
Cash flows from operating activities			
Cash generated from operations	1	**(1,539)**	(128,455)
Net cash used in operating activities		**(1,539)**	(128,455)
Cash flows from investing activities			
Other income		**5,852**	5,619
Interest received		**23,928**	29,551
Net cash provided by investing activities		**29,780**	35,170
Change in cash and cash equivalents in the reporting period		**28,241**	(93,285)
Cash and cash equivalents at the beginning of the reporting period		**727,678**	820,963
Cash and cash equivalents at the end of the reporting period		**755,919**	727,678

The notes form part of these financial statements

NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2025

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025 £	2024 £
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	**28,241**	(93,285)
Adjustments for:		
Profit on disposal of fixed assets	**(5,852)**	(5,619)
Interest received	**(23,928)**	(29,551)
Net cash used in operations	**(1,539)**	(128,455)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.25 £	Cash flow £	At 31.12.25 £
Net cash			
Cash at bank	**727,678**	**28,241**	**755,919**
	727,678	**28,241**	**755,919**
Total	**727,678**	**28,241**	**755,919**

The notes form part of these financial statements

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the FRS 102 Charities SORP.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets.

FUND ACCOUNTING

General funds represent the funds of the Parochial Church Council (PCC) that are not subject to any restrictions regarding their use and which are available for application for the general purposes of the PCC.

Funds designated for a particular purpose by the PCC are also unrestricted.

Restricted funds represent (a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest, and (b) donations or grants received for a specific object or requested by the PCC for a specific object. The funds may only be expended on the specific object for which they are given. Any balance remaining unspent at the end of the year must be carried forward as a balance on that fund. The PCC does not usually invest separately for each fund.

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 the accounts of church groups of informal gatherings of church members.

INCOMING RESOURCES

Voluntary income and capital sources

- Collections are recognised when received by or on behalf of the PCC.
- Planned giving receivable under covenant is recognised only when received
- Income tax recoverable on covenants or gift aid donations is recognised when the income is received.
- Grants and Legacies to the PCC are accounted for as soon as the amount due is received.
- Funds raised by the fete, garden party and similar events are accounted for gross.
- Sales of books and magazines from the church bookstall are accounted for gross.

Other ordinary income

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

Income from investments

Dividends and interest are accounted for when received. Tax recoverable on such income is recognised in the same accounting year.

RESOURCES EXPENDED

All expenditure is accounted for on an accruals basis and has been listed under headings that aggregate all the costs related to that activity. Where costs cannot be directly attributed they are allocated to activities on a basis consistent with the use of resources.

Overheads and salaries are allocated between expense headings on the basis of time spent.

Costs of generating voluntary income comprise the costs associated with attracting voluntary income.

Fundraising trading costs comprise the costs of trading for fundraising purposes.

1. ACCOUNTING POLICIES - continued

RESOURCES EXPENDED
Church Activities includes those costs incurred by the PCC in the delivery of its objectives and services for the benefit of the parish. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs are those incurred in connection with the management of PCC's organisational administration and compliance with the constitutional and statutory requirements.

TRANSFER
The Parochial Church Council are permitted to make transfers to correct shortfalls or mis-allocations between funds

TAXATION
The charity is exempt from tax on its charitable activities.

FINANCIAL INSTRUMENT
The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognized in the charity balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans and loans from fellow group charities that are classified as debt, are initially recognized at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payment discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

2. VOLUNTARY INCOME

	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
Planned giving	**204,316**	**-**	**204,316**	198,796
Collection at services	**23,183**	**-**	**23,183**	16,398
Donations and appeals	**90,736**	**-**	**90,736**	95,588
Income tax recoverable	**44,902**	**-**	**44,902**	33,817
Grants	**2,599**	**-**	**2,599**	3,077
Legacies	**1,891**	**-**	**1,891**	-
	367,627	**-**	**367,627**	347,676

3. ACTIVITIES FOR GENERATING FUNDS

	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
Room hire	**11,643**	**-**	**11,643**	11,039
Other	**2,594**	**-**	**2,594**	451
	14,237	**-**	**14,237**	11,490

4. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
Interest received and Rental income	**23,928**	**-**	**23,928**	29,551

continued...

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2025 £	2024 £
Fees	Church Activities	**4,047**	6,492

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Church Activities	**383,221**	**4,229**	**387,450**

7. SUPPORT COSTS

	Governance costs £
Church Activities	**4,229**

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2025 nor for the year ended 31 December 2024.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 December 2025 nor for the year ended 31 December 2024.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM			
Voluntary income	347,676	-	347,676
Charitable activities			
Church Activities	6,492	-	6,492
Activities for generating funds	11,490	-	11,490
Investment income	29,551	-	29,551
Other income	5,619	-	5,619
Total	400,828	-	400,828
EXPENDITURE ON			
Charitable activities			
Church Activities	453,239	-	453,239
Charitable activities	40,874	-	40,874

continued...

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Total	494,113	-	494,113
NET INCOME/(EXPENDITURE)	(93,285)	-	(93,285)
Transfers between funds	29,021	(29,021)	-
Net movement in funds	(64,264)	(29,021)	(93,285)
RECONCILIATION OF FUNDS			
Total funds brought forward	1,045,901	171,303	1,217,204
TOTAL FUNDS CARRIED FORWARD	981,637	142,282	1,123,919

10. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Moveable church furnishings £	Equipment £	Totals £
Cost					
At 1 January 2025 and 31 December 2025	**396,241**	**1,291**	**74,426**	**29,695**	**501,653**
Depreciation					
At 1 January 2025 and 31 December 2025	**-**	**1,291**	**74,426**	**29,695**	**105,412**
Net book value					
At 31 December 2025	**396,241**	**-**	**-**	**-**	**396,241**
At 31 December 2024	396,241	-	-	-	396,241

continued...

10. TANGIBLE FIXED ASSETS - continued

Freehold land and property		£	£
Freehold land			
Rear of Queen Street			16,057
Freehold property			
Broadwater centre	1987		140,682
Clergy houses			
67 Normandy Road	1995	93,804	
37 Angola Road	1997	145,698	239,502
TOTAL			396,241

11. MOVEMENT IN FUNDS

	At 1.1.25 £	Net movement in funds £	Transfers between funds £	At 31.12.25 £
Unrestricted funds				
Unrestricted - General	**531,553**	**28,241**	**38,364**	**598,158**
Designated - Quinquennial and Global Outreach	**54,988**	**-**	**6,758**	**61,746**
Designated - Parish Centre Fund	**395,096**	**-**	**(2,346)**	**392,750**
	981,637	**28,241**	**42,776**	**1,052,654**
Restricted funds				
Restricted - St Mary's Re-ordering	**24,470**	**-**	**(14,348)**	**10,122**
Restricted - Parish Youth Work	**105,152**	**-**	**(28,809)**	**76,343**
Restricted - Childrens Pastor Salary	**12,660**	**-**	**381**	**13,041**
	142,282	**-**	**(42,776)**	**99,506**
TOTAL FUNDS	**1,123,919**	**28,241**	**-**	**1,152,160**

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	**415,691**	**(387,450)**	**28,241**
TOTAL FUNDS	**415,691**	**(387,450)**	**28,241**

continued...

11. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.24 £	Net movement in funds £	Transfers between funds £	At 31.12.24 £
Unrestricted funds				
Unrestricted - General	590,406	(93,285)	34,432	531,553
Designated - Quinquennial and Global Outreach	55,452	-	(464)	54,988
Designated - Parish Centre Fund	400,043	-	(4,947)	395,096
	1,045,901	(93,285)	29,021	981,637
Restricted funds				
Restricted - St Mary's Re-ordering	29,829	-	(5,359)	24,470
Restricted - Parish Youth Work	129,300	-	(24,148)	105,152
Restricted - Childrens Pastor Salary	12,174	-	486	12,660
	171,303	-	(29,021)	142,282
TOTAL FUNDS	1,217,204	(93,285)	-	1,123,919

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	400,828	(494,113)	(93,285)
TOTAL FUNDS	400,828	(494,113)	(93,285)

11. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.24 £	Net movement in funds £	Transfers between funds £	At 31.12.25 £
Unrestricted funds				
Unrestricted - General	590,406	(65,044)	72,796	598,158
Designated - Quinquennial and Global Outreach	55,452	-	6,294	61,746
Designated - Parish Centre Fund	400,043	-	(7,293)	392,750
	1,045,901	(65,044)	71,797	1,052,654
Restricted funds				
Restricted - St Mary's Re-ordering	29,829	-	(19,707)	10,122
Restricted - Parish Youth Work	129,300	-	(52,957)	76,343
Restricted - Childrens Pastor Salary	12,174	-	867	13,041
	171,303	-	(71,797)	99,506
TOTAL FUNDS	1,217,204	(65,044)	-	1,152,160

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	816,519	(881,563)	(65,044)
TOTAL FUNDS	816,519	(881,563)	(65,044)

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2025.

continued...

13. PURPOSE OF FUNDS

Designated funds

Quinquennial Fund - maintenance work required on St Mary's Parish Church.

St Stephens Cafe Church - various social and community activities.

Global Outreach - To financially support the domestic and overseas 'Mission Partners' of Broadwater Parish.

Parish Centre Project - Funds received in 2022 from the sale of Lavington Road and set aside by the PCC to, potentially improve the Parish Centre building.

Restricted funds

St Mary's Re-ordering - to fund the re-ordering of St Mary's church i.e. the development of the building and fabric to better meet the current and future needs of the church and local community.

Youth Work - a legacy received in 2019 'for Youth Work and for the payment of the salary of a Youth Worker'

Childrens Pastor & Pre School Worker - balance of an annual donation to pay for the salaries of two staff members.

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2025

	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES				
Voluntary income				
Planned giving	**204,316**	**-**	**204,316**	198,796
Collection at services	**23,183**	**-**	**23,183**	16,398
Donations and appeals	**90,736**	**-**	**90,736**	95,588
Income tax recoverable	**44,902**	**-**	**44,902**	33,817
Grants	**2,599**	**-**	**2,599**	3,077
Legacies	**1,891**	**-**	**1,891**	-
	367,627	**-**	**367,627**	347,676
Activities for generating funds				
Room hire	**11,643**	**-**	**11,643**	11,039
Other	**2,594**	**-**	**2,594**	451
	14,237	**-**	**14,237**	11,490
Investment income				
Interest received and Rental income	**23,928**	**-**	**23,928**	29,551
Charitable activities				
Fees	**4,047**	**-**	**4,047**	6,492
Other income				
Other income	**5,852**	**-**	**5,852**	5,619
Total incoming resources	**415,691**	**-**	**415,691**	400,828
EXPENDITURE				
Charitable activities				
Missionary and charitable giving	**42,238**	**-**	**42,238**	36,245
Ministry costs	**72,000**	**-**	**72,000**	153,262
Church running expenses	**53,954**	**-**	**53,954**	61,233
Office salaries	**134,214**	**-**	**134,214**	121,128
Light and heat	**23,808**	**-**	**23,808**	36,473
Maintenance, Security & Repair	**36,764**	**-**	**36,764**	63,849
Administration	**12,167**	**-**	**12,167**	8,959
Insurance	**8,076**	**-**	**8,076**	8,335
Obligations & subscriptions	**-**	**-**	**-**	980
	383,221	**-**	**383,221**	490,464

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2025

	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
Support costs				
Governance costs				
Accountancy and legal fees	**4,229**	**-**	**4,229**	3,649
Total resources expended	**387,450**	**-**	**387,450**	494,113
Net expenditure	**28,241**	**-**	**28,241**	(93,285)

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF BROADWATER WORTHIN

England & Wales - Charity number 1133987

Accounts

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

BROADWATER PAROCHIAL CHURCH COUNCIL

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FOR THE YEAR ENDED 31 DECEMBER 2024

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The trustees present their report with the financial statements of the charity for the year ended 31 December 2024. 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).

1. CHARITY ADMINISTRATIVE INFORMATION

The benefice of Broadwater is situated in the Northern part of the town of Worthing, and pre-dates the town. Broadwater Parish is part of the Diocese of Chichester within the Church of England and has a population in excess of 20,000. Broadwater Parish comprises three church sites - St Mary's Church; St Stephen's Café Church; and Queen Street Church - and also a separate Parish Office.

The registered office and address for correspondence is:

Parish Office, Broadwater Parish Centre
117 Broadwater Road, Worthing
BN14 8HT Tel. 01903 823916
Email: office@broadwaterparish.org
Website: www.broadwaterparish.org.uk

PCC BANKERS
HSBC Bank PLC
1 Warwick Street
Worthing
BN11 3DE

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
ME19 4JQ

LEGAL ADVISORS
Miller Parris Solicitors
3 Cricketers Parade
Broadwater Street West
Worthing
BN14 8JB

INDEPENDENT EXAMINER
Acuity Professional
Unit 2.02 High Weald House, Glovers End
Bexhill
TN39 5ES

Broadwater PCC Registered Charity No. 1133987.

2. STRUCTURE, GOVERNANCE AND MANAGEMENT OF THE CHARITY

The Parochial Church Council (PCC) is registered with the Charity Commission as required by the Charities Act 2011. Its governing document is the Parochial Church Councils (Powers) Measure 1956.

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

CLERGY	
Team Rector	The Revd Gaz Daly
Team Vicar	The Revd Gary Neal
Assistant Pastor	Rev Sam Buck
PARISH WARDENS	Mr Andrew Rayner
	Mr John Whitehead
DEPUTY-WARDENS	
St Mary's	Mr George Woollard
	Mr Philip Nokes
St Stephen's	Mrs Mary Stewart
DEANERY SYNOD	
	Mrs Liz Farrow
	Mr John Whitehead
	Mr Daniel Hay
	Mr Matthew Tomson
	Ms Sandra Squire
PCC REPRESENTATIVES	
St Mary's	Mrs Patricia Westram
	Mrs Tusa Clark
	Mr Richard Hobbs
	Mrs Elizabeth Crockett
	Mr Andrew Marshall
	Ms Lauren Banks
PCC TREASURER	Mr Geoffrey Gair
PCC SECRETARY	Mrs Kate Chukweumeka (to August 2024)
	Mrs Teresa Anderson (from August 2024)

2.1 PCC Appointments and Responsibilities

The PCC has responsibility for the running of the parish but may delegate some of its work to the Parish Leadership Team (comprising clergy, parish wardens, deputy wardens and treasurer). There are two Church Wardens (known as Parish Wardens) and each church has two deputy wardens. All of these are ex-officio members of the PCC. The method of appointment of PCC members is set out in the Church Representation Rules and in the PCC Constitution. All Church attendees are encouraged to register on the Electoral Roll.

The PCC is responsible for a wide range of matters affecting the parish including health and safety, disability legislation and parish safeguarding policies.

In their capacity as trustees, members of the PCC are responsible for the stewardship of funds and for the appropriate accounting and reporting of the parish finances. Company Law and Charity Law require the PCC 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 surplus or deficit for that period. The PCC usually elect a Parish Treasurer to oversee this and to provide regular financial information.

The PCC works to ensure that each member is equipped to fulfil their role. When new members join the PCC, they are given instructions as to their duties, privileges, and responsibilities on behalf of the Chair and directed to the relevant provisions made by the Charity Commissioners, before being formally welcomed and inducted.

The PCC pays due regard to the published guidance from the Charity Commission on the operation of the Public Benefit requirement under the Charities Act 2006.

2.2 Related Trusts and Charities

There are now no other related Trust or Charities.

2.3 Management of potential risks, uncertainties and their mitigation

The PCC has an ongoing task of reviewing the major risks which impact on the work of the churches in the Parish. The PCC consider that the principal risks and uncertainties are :-

- The health and safety of congregations within church buildings is protected.
The Fabric Team regularly review all buildings to ensure that priority matters are addressed in a timely manner and, that routine maintenance is regularly carried out. Regular PAT testing and fire extinguisher checks etc are conducted.

- Safeguarding children and vulnerable people at all our sites remains a key priority.
Diocesan policy is followed, each site has named Safeguarding Co-ordinators, regular training is provided and DBS checks are up to date.

- The funding of large, unexpected costs associated with St Mary's & the Parish Centre.
These two buildings because of age, are particularly expensive to maintain. A Fabric Committee regularly inspects all Parish properties and lists essential repairs to be carried out and budgeted for each year. The next Quinquennial inspection of St Mary's is due in 2025 and monies are prudently set aside each year in a Designated Quinquennial Fund to help spread the cost. Additionally, a further £400k has been set aside in a Designated Parish Centre Fund, to help cover any potential redevelopment costs. Insurance cover is also in place for all Parish buildings.

- The trend of voluntary income (or tithing) continues to fall.
A key driver behind the annual falls in 'Regular Giving' is the falling attendance numbers seen nationally across many Parish churches. However, those who do give, do so generously and are faithful to the Parish. Average 'Regular Giving' per Adult has increased despite the financial pressures on many households in recent years. This has been made easier with the introduction of new giving mechanism's including the Parish Giving Scheme, card readers and online giving. The Parish needs to rebuild congregation numbers or, must look at reducing costs to maintain a balanced Budget.

- The decreasing number of full time Clergy available within the Diocese.
The Parish is down to two Clergy. Service times were changed in 2022 to better allocate staff resources. A commitment to pay the full 'Parish Ministry Costs' to the Diocese will help to fund the provision of Clergy today & in the future. The Parish needs to understand from the Diocese whether replacements are available in the event of Clergy leaving. An Associate Pastor has been recruited by the PCC and is due to start in February 2024.

2.4 PCC Meeting Attendance

The full PCC met six times in 2024 with an average attendance of 81%. The Parish Leadership Team (PLT) aim to meet between PCC meetings and minutes of their deliberations were received by the full PCC and discussed. The PLT met 6 times in 2024.

The PCC is always looking at opportunities to improve communication with congregation members following meetings held. Church Wardens or a PCC member, aim to highlight three key discussion points to congregations during the "Notices" at the Sunday service following a meeting.

3. OUR OBJECTIVES AND PURPOSES AS A CHARITY AND CHURCH

For close to a thousand years Christians have met together in Broadwater Parish, coming together before God to worship him and sharing the good news of Jesus Christ in our community. The PCC is not only maintaining this calling but future proofing the fabric of the church for generations to come.

The vision of Broadwater Parish continues to be to 'Love In, Love Out and Love Up'. Working together in the name of Jesus for the revitalisation of the church in Worthing and for the transformation of lives. Linking to The Bible with Matthew 6:33 "Seek first His kingdom and His righteousness".

We recognise we are one Parish with three church sites. A primary objective of the PCC is to work with the clergy in delivering the vision across the parish for the benefit of the whole community from the youngest to the eldest.

The PCC also supports a wide range of missionary and relief endeavours at home and overseas. Many members of our congregations are involved in Christian service of one sort or another and we actively encourage this. We also reach out to our local community and schools. In particular, we have very close links to our two Church of England schools at all levels, including governance.

The PCC encourages co-operation with churches in the deanery and with other denominations in the local area. The PCC recognises its role as part of the Diocese of Chichester and Church of England. Broadwater Parish was chosen to help Chichester Diocese celebrate its 950th Anniversary in February 2025, which was an honour and recognition of the continued ministry of this Parish over many years.

4. WHAT WE DO TO ACHIEVE OUR OBJECTIVES

When planning our activities for the year, our incumbent and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on 'charities for the advancement of religion'. The PCC dutifully considers the safeguarding of children and vulnerable adults on activities.

The key activities can be found on the 'Mission Action Plan'. This is submitted to the Diocese and includes the following example activities to help fulfil our objectives and purpose:-

- Where practical, we want to ensure our churches and buildings are accessible and open to everyone, young & old, living in the community and beyond. This includes live streaming of services when appropriate. We offer space and time for people to easily access our church sites regularly and, provide Sunday and weekday opportunities for Christian worship.
- We aim to use our resources for the provision of pastoral, social, evangelistic and, ecumenical care in the community. Weekly tots and toddler groups, monthly tea times with the elderly, Messy Church, morning prayer opportunities and termly Alpha and Bible courses.
- To provide facilities for Christian baptisms, confirmations, marriages, and funerals.
- Nurturing new and existing believers to grow and mature as Christians, by running a Bible course and provide training and support to our Homegroups and leaders. This year we ran 'Practicing The Way' across our sermon series, in Home Groups and, at a Monday night course..
- Active involvement with local schools and colleges to share our Christian faith. Weekly assemblies are given at our local primary & secondary schools. Working with the staff and helping with curriculum where we are able.
- Putting faith into practice, through prayer and scripture, music and sacrament and actively serving in the local community.
- Offering worship and prayer, learning about the Gospel, in small & large group situations
- Provision of assistance to the poor and needy in the parish and beyond. Working at our St Stephens site with local charities to provide practical support, including 'Saturday Morning Live' sessions from February 2025.

- Reaching out to the unchurched through social events, after school clubs such as 'Messy Church', Alpha courses, Christians Against Poverty, bereavement counselling, Needles & Pins sessions, etc.
- Maintaining the fabric of the church building as an historic focus of Christian life in the Parish for this and future generations.

5.0 WHAT WE ACHIEVED AND HOW WE AFFECTED BENEFICIARIES' LIVES

5.1. Electoral Roll

	May 2023	**May 2024**
TOTAL	422	437

5.2. Attendance at Church

		2023 Attendance			2024 Attendance		
	No. of services	**Adults**	**Children**	**Total**	Adults	Child	Total
St Mary's Church	3	218	43	**261**	233	51	284
St Stephen's Cafe Church	1	40	14	**54**	33	9	42
Queen Street Church	0	0	0	**0**	0	0	0
Total	**4**	**258**	**57**	**315**	266	60	326

The 2023 and 2024 attendance figures are taken as an average throughout the year. The Sunday service at Queen Street has been paused since Easter 2022 because of resource constraints and, have not been restarted. Church members were encouraged to attend services at either the St Mary's or the St Stephen's site. Attendance numbers have fallen by 199 or 38% from 2016 when the average attendance reported was 525 (441 Adults & 84 Children). Factors include the closure of Hosanna and Queen Street Services and generally falling church attendances nationwide. The Parish needs to rebuild congregation numbers.

5.3. Key Achievements in 2024

Broadwater Parish continues to be a Christian presence in the community. With services and activities at St Marys, Queen Street Church and St Stephens, we continue to be One Church on Three sites - Loving In, Loving Out and Loving Up. We are able to do this with the generous and continued support of many people, who often give sacrificially to our ministry and outreaches. We hope and pray that our love for the Parish makes a real difference to those who live and work here.

During the year, we worked with local schools, both secondary and primary, and colleges. Offering support and help with their Christian curriculum and, with weekly assemblies, prayer groups, bible studies and Easter and Christmas services - which often includes a visit to the St Marys or St Stephens church sites.

Youth work continues to go from strength to strength - working with many young people across the Parish - supported by a dedicated team of helpers. We also run a weekly Tots & Toddlers group at our Queen Street site - usually with over 130 attending. A monthly 'Messy Church' is hosted at St Stephens, which has a great impact on our community, bringing together many who are seekers.

Alpha courses continued to be run each year at our St Stephens site. In February 2025 we started morning sessions at Broadwater School, aimed at people who had difficulty attending evening sessions. These have introduced people to the Christian faith and helped others who are on a faith journey - a number of our guests came to faith during this course. We are grateful for the whole church supporting this evangelistic initiative. We ran the Marriage Preparation Course for a number of wedding couples.

Interim is a ministry that supports those who are bereaved - it is an opportunity to be amongst friends and people working together through similar issues. This group meets twice a month at Queen Street. Tea Time continues at St Marys monthly, with a varied programme, and supported by a great dedicated and gifted team - we often have up 60 guests, with fresh food, cakes and laughter in abundance.

Our weekly football and netball groups have flourished in this last year - the groups attract many from outside of church and give us opportunities to develop friendships. Many have come to Church or sought support from other Christians.

We continued to run summer events for a wide range of interest groups - from walking, classic car rally, needles and pins, quizzes, wine tasting and bible teaching. These provided a great chance for church members to meet up in a relaxed environment and, to
also invite along non-Christian friends. Some groups have continued to meet and grown.

The 'Global Outreach' Team has been very active in 2024 - providing regular updates and professional video resources for the whole Parish. The team are a real blessing to us and our Ministry Partners at home and abroad.

All of our Staff Team have worked beyond their remits to help ministry here in Broadwater. Each of them is a real asset to us and work as a team to help us reach out beyond our church walls. Throughout the year Carl & Vladka have worked hard to provide continued vision and provision for our young people both in church, at a number of events and at school. The office has been run by Teresa Anderson, whilst Kate Chukwuemeka has been on maternity leave. Jacqui Marshall has worked for many years in the Parish providing pastoral care, skill and support to many people, she stepped down in February 2025 - we are so grateful for all she has done in this time. Sam Buck has been a great support across the whole parish, in many different and varied roles.

As Rector, the APCM in April 2025 will be my last one at Broadwater. I want to say "Thank You" to everyone who has helped and supported over the last 9 years in so many different and creative and ways, from singers, musicians, flower arrangers, welcomers, servers - there are many more of you to list. Thank you. I believe God has been at work during this time and has much more to do in this Parish.

6.0 STAFF AND OTHER RESOURCES

The Parish Clergy comprises of the Rector who Chairs the PCC and a Team Vicar, who are both employed directly by the Diocese. They are supported by three retired Clergy - Rev Bob Groves, Rev Andrew Smith and Rev George Butterworth - who each make a tremendous difference to our ministry.

The PCC employed a Staff Team of five people to support the Ministry of the Parish and the Rector in 2024 and, also four cleaners to cover the three church sites and the Parish Centre. The Staff Team comprises of a Children's Minister, an Under 5's Children's Minister, a part time Pastoral worker and two part-time Administrators.We are supported by an Associate Pastor with key responsibilities which include working with the youth in the Parish. This post is partly funded from a restricted legacy. The two Children's Ministers are currently fully funded each year by a very generous, separate restricted donation.

The church also benefits from the dedicated work of a great number of volunteers across the Parish. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

The PCC has the use of St Mary's church, which is owned by the Church of England. The PCC is responsible for the repair and upkeep of the church. Additionally, the PCC owns the St Stephen's and Queen Street sites, the Parish Centre and, the residential property at 67 Normandy Road. The residential property at 53 Lavington Road (68% owned by the PCC and 32% owned by the Diocese) was sold in 2022. These funds remain 'Ring Fenced' as a Designated Fund by the PCC, as a project continues to look at the costs to develop and improve the Parish Centre for wider church and community use.

7.0 THE YEAR AHEAD (2025)

The Rector announced in March 2025 that he will be leaving in June 2025 to take up a new role in London. The Parish is now at a time of waiting, praying and reflecting. The Staff Team and Parish Wardens in particular, will need the support and love of the Parish during this season, as we prepare for the next Rector/ Incumbent. The PCC will continue to meet and lead our Parish during this time.

Do pray for the future and, that God has bold and exciting plans for each of us and Broadwater Parish.

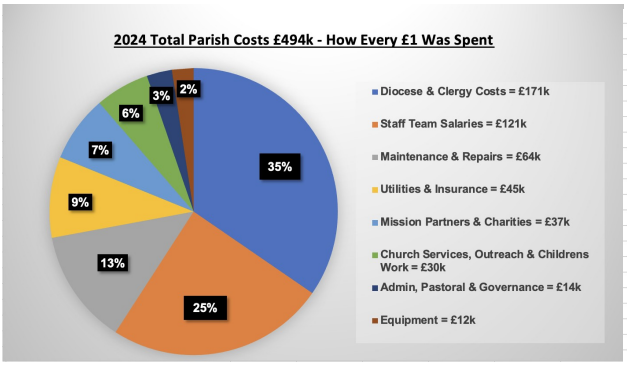
FINANCIAL REVIEW
8.1 Income and Expenditure.

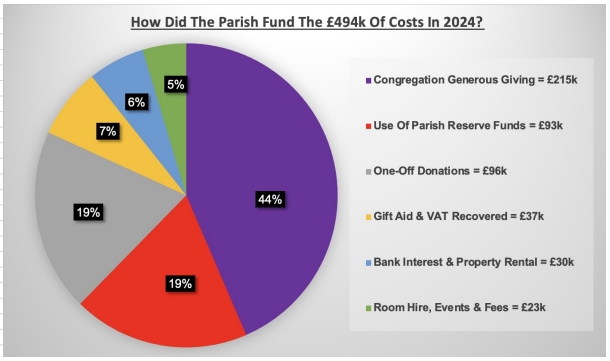
Broadwater Parish is an independent Registered Charity, wholly reliant on the generous giving of our church members. Monies are spent across the whole Parish to share the Good News of the Gospel, with 10% of 'Regular Giving' used to financially support Mission Partners at home and abroad.

Thank you to everyone who is able to reflect God's generosity to us, by financially supporting and serving in the Parish. This includes 109 'Regular Givers' who do so through the 'Parish Giving Scheme' (PGS) or Bank Standing Order (BSO). The PGS is by far the best method to regularly give and, 51 of our church family do so. Please may I encourage the 58 who regularly give through BSO to consider switching to the PGS, as it saves a huge amount of accounting work.

I continue to provide monthly Parish Accounts to all PCC Members and, make these available to every church member through a link in the Weekly Newsletter and, they are available on the Parish Website. This transparency provides an opportunity for everyone to understand and scrutinize what monies come in to the Parish and, how it is spent. I would encourage everyone to review the Accounts and raise any queries to myself or to a member of the PCC. Regular up to date Accounts, made available to the PCC & church members, is a key layer of financial control & governance.

Our Annual Accounts for 2024 will be published for the APCM having gone through an Independent Examination. The key figures are that the Parish spent £494k, received £401k and, had to use £93k from Reserve Funds to meet all obligations. The two pie charts below illustrate where all monies were spent and how this was financed: -





The 'Pie Chart' on the left shows where the £494k was spent. It costs £40k a month to run the Parish. Out of every £1 spent, 35p is on Diocese/Clergy costs, 25p for the Staff Team salaries, 13p on maintenance of all Parish buildings, 9p on electric, gas, water, phone & insurance, 7p to Mission Partners and 11p on services, outreach & admin etc.

The 'Pie Chart' on the right, shows receipts totalling £401k and the deficit of £93k (the red coloured segment). In summary, for every £1 spent to in running the Parish, just 44p comes from Regular Giving, 37p from other receipts with, 19p having to come from Reserve Funds to meet our commitments.

The Parish has run at a deficit for five years and Reserve Funds have reduced accordingly. Our aim is to work within God's provision and to deliver a Balanced Budget in 2025. To help achieve this, we will be significantly reducing our contribution to the Diocese from £153k to £72k for providing our two Clergy.

We deeply appreciate those who regularly give. With 'Regular Giving' only providing 44p for every £1 spent, we do need more people to prayerfully consider giving in this way, so that we can fully meet commitments without continually dipping into Reserve Funds. The alternative is to further reduce costs and resources, which are already prudently managed. Cost cutting hasn't been necessary in recent years due to the receipt of a large legacy in 2019 which has helped to sustain the Parish. Leaving a legacy gift to the Parish is also a wonderful way to generously support and bless future generations of worshippers.

8.2 Total Parish Reserves or Net Assets.

Income of £400,828 over Expenditure of £494,113 gave a Net Deficit of £93,285 for 2024. 'Net Assets' or 'Parish Reserves' at the end of 2024 fell by the Net Deficit from £1,217,204 to £1,123,919. These Reserves can be broken down to £727,678 in the Bank and £396,241 in Property. Parish property shown in the Accounts is valued at the initial purchase price, so its accounting value is low given that the real, tangible value is only realised on the sale of a property and, the Market Value of the Parish properties is, therefore, considerably higher.

The Parish Reserves held in the bank of £727,678 may appear high but, contained within this figure is "Restricted Funds" and monies already "Designated" for spending totalling £592,366. This figure includes £395,096 'Ring Fenced' by the PCC from the sale of Lavington Road in 2022 to, potentially, improve the Parish Centre and, a balance of £105,152 from Roger's legacy "for youth work and for the payment of the salary of a youth worker". The actual 'Unrestricted Cash Reserves" held in the bank for Parish use at the end of 2024 is £135,312.

8.3 Summary

Considerable investments have been made in the Parish since 2019 with the completion of the Re-Ordering project at St Mary's, essential ongoing maintenance of all Parish buildings, the employment of additional paid staff in Youth and Children's Work, together with upgrades to audio and visual equipment enabling livestreaming of services. These investments have come about from the generosity of our church members and, was needed to 'future proof' the Parish buildings and equipment for their wider use today and for future generations. There are £395k of funds held and currently 'Ring Fenced' for the Parish to use, potentially, for improvements to the Church Centre. This project commenced in 2024 with the engagement of an architect and, further details will be communicated to church members in the first quarter of 2025.

Looking ahead, the forecast or Budget is that expenditure in 2025 will exceed income by £45,000 which may further reduce the £135,312 of 'Unrestricted Cash Reserves' held by the Parish at the end of 2024. The Parish will be able to meet their financial commitments in 2025 but need actions aimed at increasing church membership and income or, further reducing expenditure.

Reserves & Legacy Policies
The PCC policy is to maintain a minimum balance on the general 'Unrestricted Cash Reserves' (i.e. excluding 'Designated & Restricted Funds' and excluding property) which equates approximately to three months (maximum of six months) of regular running costs. This is to ensure continued financial security, provide for unforeseen expenditure and, to maintain cash flow for the provision of Clergy, staff salaries and other regular church running costs.

The closing 'Unrestricted Cash Reserves' balance of £135,312 represents three months of regular running costs (3 x £40k = £120k) giving sufficient cash flow in 2025 for the Parish to pay bills as they fall due.

Should 'Unrestricted Cash Reserves' exceed six months of running costs the PCC will develop a clear plan for the surplus, identifying proposed spending plans and timescales. This usually involves improving the fabric of our buildings and updating obsolete equipment, in projects aimed at improving our infrastructure for future generations of worshippers. The PCC does hold a mixture of 'Designated' and 'Restricted' Funds for these purposes totalling £457,796 for these purposes, with £395k set aside for the Parish Centre, £38k set aside for the Quinquennial inspection of St Mary's church scheduled in 2025 and, £24k for additional maintenance work at St Mary's.

From time to time the PCC receives legacies. We aim to spend such money as soon as possible after receiving the legacy, in accordance with the wishes of the legator.

STATEMENT OF DISCLOSURE OF INFORMATION TO INDEPENDENT EXAMINERS

So far as the PCC are aware, there is not relevant information of which the charity’s independent examiners are unaware, and they have taken all steps that they ought to have taken as trustees in order to make themselves aware of any relevant information and to establish that the PCC’s independent examiners are aware of that information.

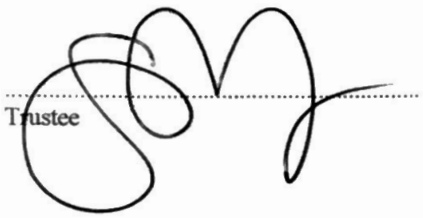
STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Approved by order of the board of trustees on 19 March 2025 and signed on its behalf by:



.....
Trustee

Independent examiner's report to the trustees of Broadwater Parochial Church Council
I report to the charity trustees on my examination of the accounts of Broadwater Parochial Church Council (the Trust) for the year ended 31 December 2024.

Responsibilities and basis of report
As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

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

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

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

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

Debbie Hargreaves FCA
ACA
Acuity Professional Partnership LLP
Unit 2.02
High Weald House
Glovers End
Bexhill
East Sussex
TN39 5ES

Date: 19-03-2025

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM					
Voluntary income	2	**347,676**	**-**	**347,676**	346,615
Charitable activities	5				
Church Activities		**6,492**	**-**	**6,492**	2,959
Activities for generating funds	3	**11,490**	**-**	**11,490**	19,060
Investment income	4	**29,551**	**-**	**29,551**	31,414
Other income		**5,619**	**-**	**5,619**	5,745
Total		**400,828**	**-**	**400,828**	405,793
EXPENDITURE ON					
Charitable activities	6				
Church Activities		**453,239**	**-**	**453,239**	438,722
Charitable activities		**40,874**	**-**	**40,874**	51,250
Total		**494,113**	**-**	**494,113**	489,972
NET INCOME/(EXPENDITURE)		**(93,285)**	**-**	**(93,285)**	(84,179)
Transfers between funds	11	**29,021**	**(29,021)**	**-**	-
Net movement in funds		**(64,264)**	**(29,021)**	**(93,285)**	(84,179)
RECONCILIATION OF FUNDS					
Total funds brought forward		**1,045,901**	**171,303**	**1,217,204**	1,301,383
TOTAL FUNDS CARRIED FORWARD		**981,637**	**142,282**	**1,123,919**	1,217,204

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2024

	Notes	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	10	**396,241**	-	**396,241**	396,241
CURRENT ASSETS					
Cash at bank		**585,396**	**142,282**	**727,678**	820,963
NET CURRENT ASSETS		**585,396**	**142,282**	**727,678**	820,963
TOTAL ASSETS LESS CURRENT LIABILITIES		**981,637**	**142,282**	**1,123,919**	1,217,204
NET ASSETS		**981,637**	**142,282**	**1,123,919**	1,217,204
FUNDS	11				
Unrestricted funds:					
Unrestricted - General				**531,553**	590,406
Designated - Quinquennial and Audio/Visual				**54,988**	55,452
Designated - Parish Centre Fund				**395,096**	400,043
				981,637	1,045,901
Restricted funds:					
Restricted - St Mary's Re-ordering				**24,470**	29,829
Restricted - Parish Youth Work				**105,152**	129,300
Restricted - Childrens Pastor Salary				**12,660**	12,174
				142,282	171,303
TOTAL FUNDS				**1,123,919**	1,217,204

The financial statements were approved by the Board of Trustees and authorised for issue on 19 March 2025 and were signed on its behalf by:

.....
Trustee

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	**(128,455)**	(121,340)
Net cash used in operating activities		**(128,455)**	(121,340)
Cash flows from investing activities			
Other income		**5,619**	5,745
Interest received		**29,551**	31,414
Net cash provided by investing activities		**35,170**	37,159
Change in cash and cash equivalents in the reporting period		**(93,285)**	(84,181)
Cash and cash equivalents at the beginning of the reporting period		**820,963**	905,144
Cash and cash equivalents at the end of the reporting period		**727,678**	820,963

The notes form part of these financial statements

NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2024

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	**(93,285)**	(84,179)
Adjustments for:		
Profit on disposal of fixed assets	**(5,619)**	(5,745)
Interest received	**(29,551)**	(31,414)
Decrease in creditors	**-**	(2)
Net cash used in operations	**(128,455)**	(121,340)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.24 £	Cash flow £	At 31.12.24 £
Net cash			
Cash at bank	**820,963**	**(93,285)**	**727,678**
	820,963	**(93,285)**	**727,678**
Total	**820,963**	**(93,285)**	**727,678**

The notes form part of these financial statements

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the FRS 102 Charities SORP.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets.

FUND ACCOUNTING

General funds represent the funds of the Parochial Church Council (PCC) that are not subject to any restrictions regarding their use and which are available for application for the general purposes of the PCC.

Funds designated for a particular purpose by the PCC are also unrestricted.

Restricted funds represent (a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest, and (b) donations or grants received for a specific object or requested by the PCC for a specific object. The funds may only be expended on the specific object for which they are given. Any balance remaining unspent at the end of the year must be carried forward as a balance on that fund. The PCC does not usually invest separately for each fund.

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 the accounts of church groups of informal gatherings of church members.

INCOMING RESOURCES

Voluntary income and capital sources

- Collections are recognised when received by or on behalf of the PCC.
- Planned giving receivable under covenant is recognised only when received
- Income tax recoverable on covenants or gift aid donations is recognised when the income is received.
- Grants and Legacies to the PCC are accounted for as soon as the amount due is received.
- Funds raised by the fete, garden party and similar events are accounted for gross.
- Sales of books and magazines from the church bookstall are accounted for gross.

Other ordinary income

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

Income from investments

Dividends and interest are accounted for when received. Tax recoverable on such income is recognised in the same accounting year.

RESOURCES EXPENDED

All expenditure is accounted for on an accruals basis and has been listed under headings that aggregate all the costs related to that activity. Where costs cannot be directly attributed they are allocated to activities on a basis consistent with the use of resources.

Overheads and salaries are allocated between expense headings on the basis of time spent.

Costs of generating voluntary income comprise the costs associated with attracting voluntary income.

Fundraising trading costs comprise the costs of trading for fundraising purposes.

continued...

1. ACCOUNTING POLICIES - continued

RESOURCES EXPENDED
Church Activities includes those costs incurred by the PCC in the delivery of its objectives and services for the benefit of the parish. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs are those incurred in connection with the management of PCC's organisational administration and compliance with the constitutional and statutory requirements.

TRANSFER
The Parochial Church Council are permitted to make transfers to correct shortfalls or mis-allocations between funds

TAXATION
The charity is exempt from tax on its charitable activities.

FINANCIAL INSTRUMENT
The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognized in the charity balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans and loans from fellow group charities that are classified as debt, are initially recognized at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payment discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

2. VOLUNTARY INCOME

	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
Planned giving	**198,796**	**-**	**198,796**	189,710
Collection at services	**16,398**	**-**	**16,398**	19,552
Donations and appeals	**95,588**	**-**	**95,588**	73,330
Income tax recoverable	**33,817**	**-**	**33,817**	57,148
Grants	**3,077**	**-**	**3,077**	6,875
	347,676	**-**	**347,676**	346,615

3. ACTIVITIES FOR GENERATING FUNDS

	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
Room hire	**11,039**	**-**	**11,039**	17,520
Other	**451**	**-**	**451**	1,540
	11,490	**-**	**11,490**	19,060

4. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
Interest received and Rental income	**29,551**	**-**	**29,551**	31,414

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2024 £	2023 £
Fees	Church Activities	**6,492**	2,959

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 7)	Totals
	£	£	£
Church Activities	453,239	-	453,239
Charitable activities	37,225	3,649	40,874
	490,464	3,649	494,113

7. SUPPORT COSTS

	Governance costs
	£
Charitable activities	3,649

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2024 nor for the year ended 31 December 2023.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 December 2024 nor for the year ended 31 December 2023.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM			
Voluntary income	346,615	-	346,615
Charitable activities			
Church Activities	2,959	-	2,959
Activities for generating funds	19,060	-	19,060
Investment income	31,414	-	31,414
Other income	5,745	-	5,745
Total	405,793	-	405,793
EXPENDITURE ON			
Charitable activities			
Church Activities	438,722	-	438,722
Charitable activities	51,250	-	51,250
Total	489,972	-	489,972

continued...

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
NET INCOME/(EXPENDITURE)	(84,179)	-	(84,179)
Transfers between funds	23,080	(23,080)	-
Net movement in funds	(61,099)	(23,080)	(84,179)
RECONCILIATION OF FUNDS			
Total funds brought forward	1,107,000	194,383	1,301,383
TOTAL FUNDS CARRIED FORWARD	1,045,901	171,303	1,217,204

10. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Moveable church furnishings £	Equipment £	Totals £
Cost					
At 1 January 2024 and 31 December 2024	**396,241**	**1,291**	**74,426**	**29,695**	**501,653**
Depreciation					
At 1 January 2024 and 31 December 2024	**-**	**1,291**	**74,426**	**29,695**	**105,412**
Net book value					
At 31 December 2024	**396,241**	**-**	**-**	**-**	**396,241**
At 31 December 2023	396,241	-	-	-	396,241

Freehold land and property		**£**	£
Freehold land			
Rear of Queen Street			16,057
Freehold property			
Broadwater centre	1987		140,682
Clergy houses			
67 Normandy Road	1995	93,804	
37 Angola Road	1997	145,698	239,502
TOTAL			396,241

11. MOVEMENT IN FUNDS

	At 1.1.24 £	Net movement in funds £	Transfers between funds £	At 31.12.24 £
Unrestricted funds				
Unrestricted - General	**590,406**	**(93,285)**	**34,432**	**531,553**
Designated - Quinquennial and Audio/Visual	**55,452**	**-**	**(464)**	**54,988**
Designated - Parish Centre Fund	**400,043**	**-**	**(4,947)**	**395,096**
	1,045,901	**(93,285)**	**29,021**	**981,637**
Restricted funds				
Restricted - St Mary's Re-ordering	**29,829**	**-**	**(5,359)**	**24,470**
Restricted - Parish Youth Work	**129,300**	**-**	**(24,148)**	**105,152**
Restricted - Childrens Pastor Salary	**12,174**	**-**	**486**	**12,660**
	171,303	**-**	**(29,021)**	**142,282**
TOTAL FUNDS	**1,217,204**	**(93,285)**	**-**	**1,123,919**

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	**400,828**	**(494,113)**	**(93,285)**
TOTAL FUNDS	**400,828**	**(494,113)**	**(93,285)**

continued...

11. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.23 £	Net movement in funds £	Transfers between funds £	At 31.12.23 £
Unrestricted funds				
Unrestricted - General	634,255	(84,179)	40,330	590,406
Designated - Quinquennial and Audio/Visual	70,752	-	(15,300)	55,452
Designated - Parish Centre Fund	401,993	-	(1,950)	400,043
	1,107,000	(84,179)	23,080	1,045,901
Restricted funds				
Restricted - St Mary's Re-ordering	53,833	-	(24,004)	29,829
Restricted - Parish Youth Work	129,300	-	-	129,300
Restricted - Childrens Pastor Salary	11,250	-	924	12,174
	194,383	-	(23,080)	171,303
TOTAL FUNDS	1,301,383	(84,179)	-	1,217,204

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	405,793	(489,972)	(84,179)
TOTAL FUNDS	405,793	(489,972)	(84,179)

continued...

11. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.23 £	Net movement in funds £	Transfers between funds £	At 31.12.24 £
Unrestricted funds				
Unrestricted - General	634,255	(177,464)	74,762	531,553
Designated - Quinquennial and Audio/Visual	70,752	-	(15,764)	54,988
Designated - Parish Centre Fund	401,993	-	(6,897)	395,096
	1,107,000	(177,464)	52,101	981,637
Restricted funds				
Restricted - St Mary's Re-ordering	53,833	-	(29,363)	24,470
Restricted - Parish Youth Work	129,300	-	(24,148)	105,152
Restricted - Childrens Pastor Salary	11,250	-	1,410	12,660
	194,383	-	(52,101)	142,282
TOTAL FUNDS	1,301,383	(177,464)	-	1,123,919

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	806,621	(984,085)	(177,464)
TOTAL FUNDS	806,621	(984,085)	(177,464)

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2024.

continued...

13. PURPOSE OF FUNDS

Designated funds

Audio Visual Project - upgrading of sound and visual equipment at St Mary's and the Parish.

Quinquennial Fund - maintenance work required on St Mary's Parish Church.

St Stephens Cafe Church - various social and community activities.

Global Outreach - To financially support the domestic and overseas 'Mission Partners' of Broadwater Parish.

Parish Centre Project - Funds received in 2022 from the sale of Lavington Road and set aside by the PCC to, potentially improve the Parish Centre building.

Restricted funds

St Mary's Re-ordering - to fund the re-ordering of St Mary's church i.e. the development of the building and fabric to better meet the current and future needs of the church and local community.

Youth Work - a legacy received in 2019 'for Youth Work and for the payment of the salary of a Youth Worker'

Childrens Pastor & Pre School Worker - balance of an annual donation to pay for the salaries of two staff members.

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES				
Voluntary income				
Planned giving	**198,796**	**-**	**198,796**	189,710
Collection at services	**16,398**	**-**	**16,398**	19,552
Donations and appeals	**95,588**	**-**	**95,588**	73,330
Income tax recoverable	**33,817**	**-**	**33,817**	57,148
Grants	**3,077**	**-**	**3,077**	6,875
	347,676	**-**	**347,676**	346,615
Activities for generating funds				
Room hire	**11,039**	**-**	**11,039**	17,520
Other	**451**	**-**	**451**	1,540
	11,490	**-**	**11,490**	19,060
Investment income				
Interest received and Rental income	**29,551**	**-**	**29,551**	31,414
Charitable activities				
Fees	**6,492**	**-**	**6,492**	2,959
Other income				
Other income	**5,619**	**-**	**5,619**	5,745
Total incoming resources	**400,828**	**-**	**400,828**	405,793
EXPENDITURE				
Charitable activities				
Missionary and charitable giving	**36,245**	**-**	**36,245**	46,491
Ministry costs	**153,262**	**-**	**153,262**	148,423
Church running expenses	**61,233**	**-**	**61,233**	74,148
Office salaries	**121,128**	**-**	**121,128**	102,642
Light and heat	**36,473**	**-**	**36,473**	42,297
Maintenance, Security & Repair	**63,849**	**-**	**63,849**	26,975
Administration	**8,959**	**-**	**8,959**	11,482
Insurance	**8,335**	**-**	**8,335**	8,751
Obligations & subscriptions	**980**	**-**	**980**	1,840
St Mary's Re-Ordering	**-**	**-**	**-**	24,004
	490,464	**-**	**490,464**	487,053

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
Support costs				
Governance costs				
Accountancy and legal fees	**3,649**	**-**	**3,649**	2,919
Total resources expended	**494,113**	**-**	**494,113**	489,972
Net expenditure	**(93,285)**	**-**	**(93,285)**	(84,179)

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF BROADWATER WORTHIN

England & Wales - Charity number 1133987

Accounts

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

BROADWATER PAROCHIAL CHURCH COUNCIL

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FOR THE YEAR ENDED 31 DECEMBER 2023

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BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees present their report with the financial statements of the charity for the year ended 31 December 2023. 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).

1. CHARITY ADMINISTRATIVE INFORMATION

The benefice of Broadwater is situated in the Northern part of the town of Worthing, and pre-dates the town. Broadwater Parish is part of the Diocese of Chichester within the Church of England and has a population in excess of 20,000. Broadwater Parish comprises three church sites - St Mary's Church; St Stephen's Café Church; and Queen Street Church - and also a separate Parish Office.

The registered office and address for correspondence is:

Parish Office, Broadwater Parish Centre
117 Broadwater Road, Worthing
BN14 8HT Tel. 01903 823916
Email: office@broadwaterparish.org
Website: www.broadwaterparish.org.uk

PCC BANKERS
HSBC Bank PLC
1 Warwick Street
Worthing
BN11 3DE

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
ME19 4JQ

LEGAL ADVISORS
Miller Parris Solicitors
3 Cricketers Parade
Broadwater Street West
Worthing
BN14 8JB

INDEPENDENT EXAMINER
Acuity Professional
Unit 2.02 High Weald House, Glovers End
Bexhill
TN39 5ES

Broadwater PCC Registered Charity No. 1133987.

2. STRUCTURE, GOVERNANCE AND MANAGEMENT OF THE CHARITY

The Parochial Church Council (PCC) is registered with the Charity Commission as required by the Charities Act 2011. Its governing document is the Parochial Church Councils (Powers) Measure 1956.

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

CLERGY	
Team Rector	The Revd Gaz Daly
Team Vicar	The Revd Gary Neal
Assistant Pastor	Vacant
PARISH WARDENS	Mr Andrew Rayner
	Miss Katie Gould (until September 2023)
DEPUTY-WARDENS	
St Mary's	Mr George Woollard
	Mr Philip Nokes
St Stephen's	Mrs Mary Stewart
Queen Street	Vacant
DEANERY SYNOD	
	Mrs Liz Farrow
	Mr John Whitehead
	Mr Daniel Hay
	Mr Matthew Tomson
	Ms Sandra Squire
PCC REPRESENTATIVES	
St Mary's	Mrs Patricia Westram
	Mrs Tusa Clark
	Mr Samuel Gnanaratnam
	Mrs Elizabeth Crockett
	Mr Andrew Marshall
	Ms Vivienne Tufft
PCC TREASURER	Mr Geoffrey Gair
PCC SECRETARY	Miss Kate Greenfield

2.1 PCC Appointments and Responsibilities

The PCC has responsibility for the running of the parish but may delegate some of its work to the Parish Leadership Team (comprising clergy, parish wardens, deputy wardens and treasurer). There are two Church Wardens (known as Parish Wardens) and each church has two deputy wardens. All of these are ex-officio members of the PCC. The method of appointment of PCC members is set out in the Church Representation Rules and in the PCC Constitution. All Church attendees are encouraged to register on the Electoral Roll.

The PCC is responsible for a wide range of matters affecting the parish including health and safety, disability legislation and parish safeguarding policies.

In their capacity as trustees, members of the PCC are responsible for the stewardship of funds and for the appropriate accounting and reporting of the parish finances. Company Law and Charity Law require the PCC 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 surplus or deficit for that period. The PCC usually elect a Parish Treasurer to oversee this and to provide regular financial information.

The PCC works to ensure that each member is equipped to fulfil their role. When new members join the PCC, they are given instructions as to their duties, privileges, and responsibilities on behalf of the Chair and directed to the relevant provisions made by the Charity Commissioners, before being formally welcomed and inducted

The PCC pays due regard to the published guidance from the Charity Commission on the operation of the Public Benefit requirement under the Charities Act 2006.

2.2 Related Trusts and Charities

The Broadwater Outreach Trust (BOT) was a facility whereby church members could pay into the Trust such sums as they wished to give towards mission. This separate Charity was closed in 2020 with the PCC taking on responsibility through a separate Sub-Committee (The Global Outreach Team). The PCC aims to set aside annually c.10% of 'Voluntary Giving' receipts (i.e. "Planned Giving Through The Bank" and "Collections At Services") to financially support our home and overseas Mission Partners. In 2021 the Global Outreach team approved payments totalling £22,625 to our Mission Partners and, congregations were regularly updated with news and videos. A further £10,263 of charitable giving was distributed by the PCC, meaning £32,888 was given in total. In 2022, the PCC distributed a total of £34,449 under 'Missionary & Charitable Giving'. In 2023, the PCC distributed a total of £48,311 under 'Missionary & Charitable Giving'.

There are now no other related Trust or Charities.

2.3 Management of potential risks, uncertainties and their mitigation

The PCC has an ongoing task of reviewing the major risks which impact on the work of the churches in the Parish. The PCC consider that the principal risks and uncertainties are :-

- The health and safety of congregations within church buildings is protected.
The Fabric Team regularly review all buildings to ensure that priority matters are addressed in a timely manner and, that routine maintenance is regularly carried out. Regular PAT testing and fire extinguisher checks etc are conducted.

- Safeguarding children and vulnerable people at all our sites remains a key priority.
Diocesan policy is followed, each site has named Safeguarding Co-ordinators, regular training is provided and DBS checks are up to date.

- The funding of large, unexpected costs associated with St Mary's & the Parish Centre.
These two buildings because of age, are particularly expensive to maintain. A Fabric Committee regularly inspects all Parish properties and lists essential repairs to be carried out and budgeted for each year. The next Quinquennial inspection of St Mary's is due in 2025 and monies are prudently set aside each year in a Designated Quinquennial Fund to help spread the cost. Additionally, a further £400k has been set aside in a Designated Parish Centre Fund, to help cover any potential redevelopment costs. Insurance cover is also in place for all Parish buildings.

- The trend of voluntary income (or tithing) continues to fall.
A key driver behind the annual falls in 'Regular Giving' is the falling attendance numbers. Average attendance numbers at services have fallen by 40% from a high of 525 in 2016 to 315 in 2023. Factors include the closure of services at Hosanna, Queen Street Church, Covid and the overall fall nationally in people attending church. Average 'Regular Giving' per Adult has increased during this period despite the financial pressures on many households in recent years. The Parish needs to rebuild congregation numbers or, must look at reducing costs to maintain a balanced Budget.

- The decreasing number of full time Clergy available within the Diocese.
The Parish is down to two Clergy. Service times were changed in 2022 to better allocate staff resources. A commitment to pay the full 'Parish Ministry Costs' to the Diocese will help to fund the provision of Clergy today & in the future. The Parish needs to understand from the Diocese whether replacements are available in the event of Clergy leaving. An Associate Pastor has been recruited by the PCC and is due to start in February 2024.

2.4 PCC Meeting Attendance

The full PCC met five times in 2023 with an average attendance of 70%. The Parish Leadership Team aim to meet between PCC meetings and minutes of their deliberations were received by the full PCC and discussed.

The PCC is always looking at opportunities to improve communication with congregation members following meetings held. Church Wardens or a PCC member, aim to highlight three key discussion points to congregations during the "Notices" at the Sunday service following a meeting.

3. OUR OBJECTIVES AND PURPOSES AS A CHARITY AND CHURCH

For close to a thousand years Christians have met together in Broadwater Parish, coming together before God to worship him and sharing the good news of Jesus Christ in our community. The PCC is not only maintaining this calling but future proofing the fabric of the church for generations to come.

As a Parish we continue to focus on our vision to 'Love In, Love Out and Love Up'. Working together in the name of Jesus for the revitalisation of the church in Worthing and for the transformation of lives. Linking to The Bible with Matthew 6:33 "Seek first His kingdom and His righteousness".

We recognise we are one Parish with three church sites. A primary objective of the PCC is to work with the clergy in delivering the vision across the parish for the benefit of the whole community from the youngest to the eldest.

The PCC also supports a wide range of missionary and relief endeavours at home and overseas. Many members of our congregations are involved in Christian service of one sort or another and we actively encourage this.

The PCC encourages co-operation with churches in the deanery and with other denominations in the local area. The PCC recognises its role as part of the Diocese of Chichester and Church of England.

4. WHAT WE DO TO ACHIEVE OUR OBJECTIVES

When planning our activities for the year, our incumbent and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on 'charities for the advancement of religion'. The PCC dutifully considers the safeguarding of children and vulnerable adults on activities.

The key activities can be found on the 'Mission Action Plan'. This is submitted to the Diocese and includes the following example activities to help fulfil our objectives and purpose:-

- To ensure our churches and buildings are accessible and open to everyone, young & old, living in the community and beyond. This includes live streaming of services when appropriate. We offer space and time for people to easily access our church sites regularly and, provide Sunday and weekday opportunities for Christian worship.
- To use our resources for the provision of pastoral, social, evangelistic and, ecumenical care in the community. Weekly tots and toddler groups, monthly tea times with the elderly, Messy Church, morning prayer opportunities and termly Alpha and Bible courses.
- To provide facilities for Christian baptisms, marriages, and funerals.
- Nurturing new and existing believers to grow and mature as Christians, by running a Bible course and provide training and support to our Homegroups and leaders.
- Active involvement with local schools abd colleges to share our Christian faith. Weekly assemblies are given at our local primary & secondary schools. Working with the staff and helping with curriculum where we are able.
- Putting faith into practice, through prayer and scripture, music and sacrament and actively serving in the local community.
- Offering worship and prayer, learning about the Gospel, in small & large group situations

- Provision of assistance to the poor and needy in the parish and beyond.
- Reaching out to the unchurched through social events, after school clubs, Alpha, Christians Against Poverty, bereavement counselling etc.
- Maintaining the fabric of the church building as an historic focus of Christian life in the Parish for this and future generations.

5.0 WHAT WE ACHIEVED AND HOW WE AFFECTED BENEFICIARIES' LIVES

5.1. Electoral Roll

	May 2022	May 2023
TOTAL	424	422

5.2. Attendance at Church

		2022 Attendance			2023 Attendance		
	No. of services	**Adults**	**Children**	**Total**	Adults	Child	Total
St Mary's Church	3	229	49	**278**	218	43	261
St Stephen's Cafe Church	1	35	14	**49**	40	14	54
Queen Street Church	0	0	0	**0**	0	0	0
Total	**4**	**264**	**63**	**327**	258	57	315

The 2022 and 2023 attendance figures are taken as an average throughout the year. The Sunday service at Queen Street has been paused since Easter 2022 because of resource constraints and, have not been restarted. Church members were encouraged to attend services at either the St Mary's or the St Stephen's site. Attendance numbers have fallen by 210 or 40% from 2016 when the average attendance reported was 525 (441 Adults & 84 Children). Factors include the closure of Hosanna and Queen Street Services and reduced attendees since Covid. The Parish needs to focus on rebuilding congregation numbers.

5.3. Key Achievements

Broadwater Parish continues to be a Christian presence in the community. With services and activities at St Marys, Queen Street Church and St Stephens, we continue to be One Church on Three sites - Loving In, Loving Out and Loving Up. We are able to do this with the generous and continued support of many people, who often give sacrificially to our ministry and outreaches. We hope and pray that our love for the Parish makes a real difference to those who live and work here.

We work with local schools, both secondary and primary. Offering support and help with their Christian curriculum and, with weekly assemblies, prayer groups, bible studies and Easter and Christmas services - which often includes a visit to the St Marys or St Stephens church sites.

Youth work continues to go from strength to strength - working with many young people across the Parish - supported by a dedicated team of helpers. We also run a weekly Tots & Toddlers group at our Queen Street site - usually with over 130 attending. A monthly 'Messy Church' is hosted at St Stephens, which has a great impact on our community, bringing together many who are seekers.

Starting in October a ten week Alpha course ran in place of our 6 pm service on Sunday evenings, with over 50 people attending. Many new to faith or on a faith journey - a number of our guests came to faith during this course. We are grateful for the whole church supporting this evangelistic initiative. We also ran a Marriage Preparation Course for a number of wedding couples.

Interim is a ministry that supports those who are bereaved - it is an opportunity to be amongst friends and people working together through similar issues. This group meets twice a month at Queen Street. Tea Time continues at St Marys monthly, with a varied programme, and supported by a great dedicated and gifted team - we often have up 60 guests, with fresh food, cakes and laughter in abundance.

Our weekly football and netball groups have flourished in this last year - the groups attract many from outside of church and give us opportunities to develop friendships. Many have come to Church or sought support from other Christians.

During the summer we ran a wide range of interest groups - from walking, classic car rally, needles and pins, quizzes, wine tasting and bible teaching. These provided a great chance for church members to meet up in a relaxed environment and, to also invite along non-Christian friends. Some groups have continued to meet and grown.

The 'Global Outreach' Team has been very active in 2023 - providing regular updates and professional video resources for the whole Parish. The team are a real blessing to us and our Ministry Partners at home and abroad.

As Rector I am very grateful for the support and help of many that make Church happen. From prayers, leaders, preachers, singers, musicians, flower arrangers, welcomers, servers - there are many more of you. Thank you.

6.0 STAFF AND OTHER RESOURCES

The Parish Clergy comprises of the Rector who Chairs the PCC and a Team Vicar, who are both employed directly by the Diocese. They are supported by three retired Clergy - Rev Bob Groves, Rev Andrew Smith and Rev George Butterworth - who each make a tremendous difference to our ministry.

The PCC employed a Staff Team of five people to support the Ministry of the Parish and the Rector in 2023 and, also four cleaners to cover the three church sites and the Parish Centre. The Staff Team comprises of a Children's Minister, an Under 5's Children's Minister, a part time Pastoral worker and two part-time Administrators. We are also blessed to have a volunteer Worship Pastor. An Associate Pastor with key responsibilities to include working with the youth in the Parish, was appointed in December to commence in February 2024. This post is partly funded from a restricted legacy. The two Children's Ministers are currently fully funded each year by a very generous, separate restricted donation.

The church also benefits from the dedicated work of a great number of volunteers across the Parish. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

The PCC has the use of St Mary's church, which is owned by the Church of England. The PCC is responsible for the repair and upkeep of the church. Additionally, the PCC owns the St Stephen's and Queen Street sites, the Parish Centre and, the residential property at 67 Normandy Road. The residential property at 53 Lavington Road (68% owned by the PCC and 32% owned by the Diocese) was sold in 2022. The proceeds of sale show in the Financial Statements for 2022 and, remain 'Ring Fenced' as a Designated Fund whilst the PCC determine how these monies are best used. Improvements to the Parish Centre is one consideration and the PCC continues to reflect and pray for wisdom on this matter.

7.0 THE YEAR AHEAD (2024)

This is an exciting year for the Parish - the PCC have spent much time reflecting, praying, seeking God on a number of important missional issues. Our resources are a great asset to our Parish - we want to ensure they are used most effectively for God's Kingdom and for the Gospel of Jesus.

With the appointment of Sam Buck as Associate Pastor we are looking forward to how God will use him in this parish along with our Clergy and dedicated staff team of Carl, Vladka, Jacqui and Kate.

FINANCIAL REVIEW

Incoming Resources

Regular 'Giving' through the Bank (Standing Orders & Parish Giving Scheme) totalled £189,710 or 47% of Parish income in 2023. In 2016 bank giving was £247,745 and has been on a downward trend falling 23% to date. The falling trend is greater if you take into account the fall in cash collections from church services and the annual rise in inflation. A key factor behind the drop in income is that the average number of adults attending church has dropped from 441 in 2016 to 258 in 2023, a fall of 183 or 41%. The Parish has become reliant on other forms of income (i.e., specific donations, legacies, hall hire & property rental etc) and using Cash Reserves to maintain services. This is not sustainable and the Parish needs to grow church membership or cut expenditure in line with income to operate within a balanced Budget.

8.2 Outgoing Expenditure

All expenditure requirements were met and totalled £489,972. Direct 'Ministry Costs' alone totalled £275,985 which included 'Parish Ministry Costs' of £148,423 paid to the Diocese for the provision of our two Clergy and, a further £102,642 for the Non-Clergy staff salaries. 'Parish Running Costs' totalled £162,737 which were mainly on routine costs, including £42,297 on utility costs which had greatly increased in price. The Parish switched energy supplier in September and expect reduced costs going forward. 'Mission & Charitable Giving' increased to £46,111 driven by a generous 'Restricted Donation' of £20k specifically for this purpose. Overall, regular monthly running costs across the Parish total c.£37k per month.

8.3 Total Parish Reserves or Net Assets.

Income of £405,793 over Expenditure of £489,972 gave a Net Deficit of £84,179 for 2023. 'Net Assets' or 'Parish Reserves' at the end of 2023 fell by the Net Deficit from £1,301,383 to £1,217,204. These Reserves can be broken down to £820,963 in the Bank and £396,241 in Property. Parish property shown in the Accounts is valued at the initial purchase price, so its accounting value is low given that the real, tangible value is only realised on the sale of a property and, the Market Value of the Parish properties is considerably higher.

The Parish Reserves held in the bank of £820,963 may appear high but, contained within this figure is "Restricted Funds" and monies already "Designated" for spending totalling £626,798. This figure includes £400,043 'Ring Fenced' by the PCC from the sale of Lavington Road in 2022 to, potentially, improve the Parish Centre and, a balance of £129,300 from Roger's legacy "for youth work and for the payment of the salary of a youth worker". The actual 'Unrestricted Cash Reserves" held in the bank for Parish use at the end of 2023 is £194,165.

8.4 Summary

Considerable investments have been made in the Parish since 2019 with the completion of the Re-Ordering project at St Mary's, essential maintenance on all Parish buildings including SSCC, the employment of additional paid staff in Youth and Children's Work, together with upgrades to audio and visual equipment enabling livestreaming of services. These investments have come about from the generosity of our church members and, was needed to 'future proof' the Parish buildings and equipment for their wider use today and for future generations. There are £400k of funds held and currently 'Ring Fenced' for the Parish to use, potentially, for improvements to the Church Centre, though these have not been crystalized by the PCC or church members.

Looking ahead, the forecast is that expenditure in 2024 will exceed income by £140,000 which will further reduce the £194,165 of 'Unrestricted Cash Reserves' held by the Parish at the end of 2023. The Parish will be able to meet their financial commitments in 2024 but need actions aimed at increasing church membership and income or, reducing expenditure.

FINANCIAL REVIEW

Reserves & Legacy Policies

The PCC policy is to maintain a minimum balance on the general 'Unrestricted Cash Reserves' (i.e. excluding 'Designated & Restricted Funds' and excluding property) which equates approximately to three months (maximum of six months) of regular running costs. This is to ensure continued financial security, provide for unforeseen contingencies and, to maintain cash flow for the provision of Clergy, staff salaries and other regular church running costs.

The closing 'Unrestricted Cash Reserves' balance of £194,165 represents five months of regular running costs (5 x £37k = £185k) giving sufficient cash flow in 2024 to continue to pay bills as they fall due.

Should 'Unrestricted Cash Reserves' exceed six months of running costs the PCC will develop a clear plan for the surplus, identifying a proposed spending plan and timescales. This usually involves improving the fabric of our buildings and updating obsolete equipment, in projects aimed at improving our infrastructure for future generations of worshippers. The PCC does hold £438k of 'Designated Funds' in Reserve for these purposes, with £400k set aside for the Parish Centre and £38k set aside for the Quinquennial inspection of St Mary's church next scheduled in 2025. The five months of 'Unrestricted Cash Reserves' held at the end of 2023, is forecast to fall further bearing the projected deficit in mind for 2024.

From time to time the PCC receives legacies. We aim to spend such money as soon as possible after receiving the legacy, in accordance with the wishes of the legator.

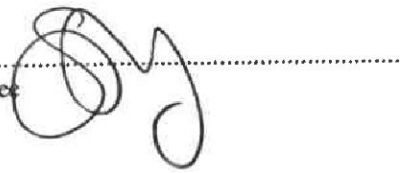
STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Approved by order of the board of trustees on 15 MAY 2024 and signed on its behalf by:



.....
Trustee

Independent examiner's report to the trustees of Broadwater Parochial Church Council
I report to the charity trustees on my examination of the accounts of Broadwater Parochial Church Council (the Trust) for the year ended 31 December 2023.

Responsibilities and basis of report
As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

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

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

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

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

Acuity Professional Partnership LLP

Rachel Taylor FCA

Acuity Professional Partnership LLP
Unit 2.02
High Weald House
Glovers End
Bexhill
East Sussex
TN39 5ES

Date: 10/06/24

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM					
Voluntary income	2	**346,615**	-	**346,615**	347,630
Charitable activities	5				
Church Activities		**2,959**	-	**2,959**	9,429
Activities for generating funds	3	**19,060**	-	**19,060**	20,012
Investment income	4	**31,414**	-	**31,414**	19,272
Other income		**5,745**	-	**5,745**	174,619
Total		**405,793**	-	**405,793**	570,962
EXPENDITURE ON					
Charitable activities	6				
Church Activities		**438,722**	-	**438,722**	480,347
Charitable activities		**51,250**	-	**51,250**	37,995
Total		**489,972**	-	**489,972**	518,342
NET INCOME/(EXPENDITURE)		**(84,179)**	-	**(84,179)**	52,620
Transfers between funds	12	**23,080**	**(23,080)**	**-**	-
Net movement in funds		**(61,099)**	**(23,080)**	**(84,179)**	52,620
RECONCILIATION OF FUNDS					
Total funds brought forward		**1,107,000**	**194,383**	**1,301,383**	1,248,763
TOTAL FUNDS CARRIED FORWARD		**1,045,901**	**171,303**	**1,217,204**	1,301,383

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	10	**396,241**	-	**396,241**	396,241
CURRENT ASSETS					
Cash at bank		**649,660**	**171,303**	**820,963**	905,144
CREDITORS					
Amounts falling due within one year	11	-	-	-	(2)
NET CURRENT ASSETS		**649,660**	**171,303**	**820,963**	905,142
TOTAL ASSETS LESS CURRENT LIABILITIES		**1,045,901**	**171,303**	**1,217,204**	1,301,383
NET ASSETS		**1,045,901**	**171,303**	**1,217,204**	1,301,383
FUNDS	12				
Unrestricted funds:					
Unrestricted - General				**590,406**	634,255
Designated - Quinquennial and Audio/Visual				**55,452**	70,752
Designated - Parish Centre Fund				**400,043**	401,993
				1,045,901	1,107,000
Restricted funds:					
Restricted - St Mary's Re-ordering				**29,829**	53,833
Restricted - Parish Youth Work				**129,300**	129,300
Restricted - Childrens Pastor Salary				**12,174**	11,250
				171,303	194,383
TOTAL FUNDS				**1,217,204**	1,301,383

The financial statements were approved by the Board of Trustees and authorised for issue on 15 MAY 2024 and were signed on its behalf by:

.....
Trustee

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	**(121,340)**	(141,271)
Net cash used in operating activities		**(121,340)**	(141,271)
Cash flows from investing activities			
Other income		**5,745**	9,527
Sale of heritage assets		**-**	165,092
Sale of investment property		**-**	238,376
Interest received		**31,414**	19,272
Net cash provided by investing activities		**37,159**	432,267
Change in cash and cash equivalents in the reporting period		**(84,181)**	290,996
Cash and cash equivalents at the beginning of the reporting period		**905,144**	614,148
Cash and cash equivalents at the end of the reporting period		**820,963**	905,144

The notes form part of these financial statements

NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2023

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £	2022 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	**(84,179)**	52,620
Adjustments for:		
Profit on disposal of fixed assets	**(5,745)**	(174,619)
Interest received	**(31,414)**	(19,272)
Decrease in creditors	**(2)**	-
Net cash used in operations	**(121,340)**	(141,271)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.23 £	Cash flow £	At 31.12.23 £
Net cash			
Cash at bank	**905,144**	**(84,181)**	**820,963**
	905,144	**(84,181)**	**820,963**
Total	**905,144**	**(84,181)**	**820,963**

The notes form part of these financial statements

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the FRS 102 Charities SORP.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets.

FUND ACCOUNTING

General funds represent the funds of the Parochial Church Council (PCC) that are not subject to any restrictions regarding their use and which are available for application for the general purposes of the PCC.

Funds designated for a particular purpose by the PCC are also unrestricted.

Restricted funds represent (a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest, and (b) donations or grants received for a specific object or requested by the PCC for a specific object. The funds may only be expended on the specific object for which they are given. Any balance remaining unspent at the end of the year must be carried forward as a balance on that fund. The PCC does not usually invest separately for each fund.

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 the accounts of church groups of informal gatherings of church members.

INCOMING RESOURCES

Voluntary income and capital sources

- Collections are recognised when received by or on behalf of the PCC.
- Planned giving receivable under covenant is recognised only when received
- Income tax recoverable on covenants or gift aid donations is recognised when the income is received.
- Grants and Legacies to the PCC are accounted for as soon as the amount due is received.
- Funds raised by the fete, garden party and similar events are accounted for gross.
- Sales of books and magazines from the church bookstall are accounted for gross.

Other ordinary income

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

Income from investments

Dividends and interest are accounted for when received. Tax recoverable on such income is recognised in the same accounting year.

RESOURCES EXPENDED

All expenditure is accounted for on an accruals basis and has been listed under headings that aggregate all the costs related to that activity. Where costs cannot be directly attributed they are allocated to activities on a basis consistent with the use of resources.

Overheads and salaries are allocated between expense headings on the basis of time spent.

Costs of generating voluntary income comprise the costs associated with attracting voluntary income.

Fundraising trading costs comprise the costs of trading for fundraising purposes.

continued...

1. ACCOUNTING POLICIES - continued

RESOURCES EXPENDED
Church Activities includes those costs incurred by the PCC in the delivery of its objectives and services for the benefit of the parish. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs are those incurred in connection with the management of PCC's organisational administration and compliance with the constitutional and statutory requirements.

TRANSFER
The Parochial Church Council are permitted to make transfers to correct shortfalls or mis-allocations between funds

TAXATION
The charity is exempt from tax on its charitable activities.

FINANCIAL INSTRUMENT
The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognized in the charity balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans and loans from fellow group charities that are classified as debt, are initially recognized at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payment discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

continued...

2. VOLUNTARY INCOME

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
Planned giving	**189,710**	-	**189,710**	188,015
Collection at services	**19,552**	-	**19,552**	16,122
Donations and appeals	**73,330**	-	**73,330**	74,242
Income tax recoverable	**57,148**	-	**57,148**	51,418
Grants	**6,875**	-	**6,875**	16,833
Legacies	-	-	-	1,000
	346,615	-	**346,615**	347,630

3. ACTIVITIES FOR GENERATING FUNDS

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
Room hire	**17,520**	-	**17,520**	20,012
Other	**1,540**	-	**1,540**	-
	19,060	-	**19,060**	20,012

4. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
Interest received and Rental income	**31,414**	-	**31,414**	19,272

continued...

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2023	2022
		£	£
Fees	Church Activities	2,959	9,429

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 7)	Totals
	£	£	£
Church Activities	438,722	-	438,722
Charitable activities	48,331	2,919	51,250
	487,053	2,919	489,972

7. SUPPORT COSTS

	Governance costs
	£
Charitable activities	2,919

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 December 2023 nor for the year ended 31 December 2022.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM			
Voluntary income	347,630	-	347,630
Charitable activities			
Church Activities	9,429	-	9,429
Activities for generating funds	20,012	-	20,012
Investment income	19,272	-	19,272
Other income	174,619	-	174,619
Total	570,962	-	570,962

EXPENDITURE ON

continued...

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Charitable activities			
Church Activities	480,347	-	480,347
Charitable activities	37,995	-	37,995
Total	518,342	-	518,342
NET INCOME	52,620	-	52,620
Transfers between funds	94,756	(94,756)	-
Net movement in funds	147,376	(94,756)	52,620
RECONCILIATION OF FUNDS			
Total funds brought forward	959,624	289,139	1,248,763
TOTAL FUNDS CARRIED FORWARD	1,107,000	194,383	1,301,383

10. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Moveable church furnishings £	Equipment £	Totals £
Cost					
At 1 January 2023 and 31 December 2023	**396,241**	**1,291**	**74,426**	**29,695**	**501,653**
Depreciation					
At 1 January 2023 and 31 December 2023	**-**	**1,291**	**74,426**	**29,695**	**105,412**
Net book value					
At 31 December 2023	**396,241**	**-**	**-**	**-**	**396,241**
At 31 December 2022	396,241	-	-	-	396,241

continued...

10. TANGIBLE FIXED ASSETS - continued

Freehold land and property		£	£
Freehold land			
Rear of Queen Street			16,057
Freehold property			
Broadwater centre	1987		140,682
Clergy houses			
67 Normandy Road	1995	93,804	
37 Angola Road	1997	145,698	239,502
TOTAL			396,241

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Other creditors	-	2

12. MOVEMENT IN FUNDS

	At 1.1.23	Net movement in funds	Transfers between funds	At 31.12.23
	£	£	£	£
Unrestricted funds				
Unrestricted - General	**634,255**	**(84,179)**	**40,330**	**590,406**
Designated - Quinquennial and Audio/Visual	**70,752**	**-**	**(15,300)**	**55,452**
Designated - Parish Centre Fund	**401,993**	**-**	**(1,950)**	**400,043**
	1,107,000	**(84,179)**	**23,080**	**1,045,901**
Restricted funds				
Restricted - St Mary's Re-ordering	**53,833**	**-**	**(24,004)**	**29,829**
Restricted - Parish Youth Work	**129,300**	**-**	**-**	**129,300**
Restricted - Childrens Pastor Salary	**11,250**	**-**	**924**	**12,174**
	194,383	**-**	**(23,080)**	**171,303**
TOTAL FUNDS	**1,301,383**	**(84,179)**	**-**	**1,217,204**

continued...

12. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	**405,793**	**(489,972)**	**(84,179)**
TOTAL FUNDS	**405,793**	**(489,972)**	**(84,179)**

Comparatives for movement in funds

	At 1.1.22 £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
Unrestricted funds				
Unrestricted - General	882,316	52,620	(300,681)	634,255
Designated - Quinquennial and Audio/Visual	77,308	-	(6,556)	70,752
Designated - Parish Centre Fund	-	-	401,993	401,993
	959,624	52,620	94,756	1,107,000
Restricted funds				
Restricted - St Mary's Re-ordering	119,404	-	(65,571)	53,833
Restricted - Parish Youth Work	158,485	-	(29,185)	129,300
Restricted - Childrens Pastor Salary	11,250	-	-	11,250
	289,139	-	(94,756)	194,383
TOTAL FUNDS	1,248,763	52,620	-	1,301,383

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	570,962	(518,342)	52,620
TOTAL FUNDS	570,962	(518,342)	52,620

continued...

12. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.22 £	Net movement in funds £	Transfers between funds £	At 31.12.23 £
Unrestricted funds				
Unrestricted - General	882,316	(31,559)	(260,351)	590,406
Designated - Quinquennial and Audio/Visual	77,308	-	(21,856)	55,452
Designated - Parish Centre Fund	-	-	400,043	400,043
	959,624	(31,559)	117,836	1,045,901
Restricted funds				
Restricted - St Mary's Re-ordering	119,404	-	(89,575)	29,829
Restricted - Parish Youth Work	158,485	-	(29,185)	129,300
Restricted - Childrens Pastor Salary	11,250	-	924	12,174
	289,139	-	(117,836)	171,303
TOTAL FUNDS	1,248,763	(31,559)	-	1,217,204

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	976,755	(1,008,314)	(31,559)
TOTAL FUNDS	976,755	(1,008,314)	(31,559)

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2023.

continued...

14. PURPOSE OF FUNDS

Designated funds

Audio Visual Project - upgrading of sound and visual equipment at St Mary's and the Parish.

Quinquennial Fund - maintenance work required on St Mary's Parish Church.

St Stephens Cafe Church - various social and community activities.

Global Outreach - To financially support the domestic and overseas 'Mission Partners' of Broadwater Parish.

Parish Centre Project - Funds received in 2022 from the sale of Lavington Road and set aside by the PCC to, potentially improve the Parish Centre building.

Restricted funds

St Mary's Re-ordering - to fund the re-ordering of St Mary's church i.e. the development of the building and fabric to better meet the current and future needs of the church and local community.

Youth Work - a legacy received in 2019 'for Youth Work and for the payment of the salary of a Youth Worker'

Childrens Pastor & Pre School Worker - balance of an annual donation to pay for the salaries of two staff members.

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2023

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES				
Voluntary income				
Planned giving	**189,710**	-	**189,710**	188,015
Collection at services	**19,552**	-	**19,552**	16,122
Donations and appeals	**73,330**	-	**73,330**	74,242
Income tax recoverable	**57,148**	-	**57,148**	51,418
Grants	**6,875**	-	**6,875**	16,833
Legacies	-	-	-	1,000
	346,615	-	**346,615**	347,630
Activities for generating funds				
Room hire	**17,520**	-	**17,520**	20,012
Other	**1,540**	-	**1,540**	-
	19,060	-	**19,060**	20,012
Investment income				
Interest received and Rental income	**31,414**	-	**31,414**	19,272
Charitable activities				
Fees	**2,959**	-	**2,959**	9,429
Other income				
Other income	**5,745**	-	**5,745**	9,527
Gain on sale of heritage assets	-	-	-	165,092
	5,745	-	**5,745**	174,619
Total incoming resources	**405,793**	-	**405,793**	570,962
EXPENDITURE				
Charitable activities				
Missionary and charitable giving	**46,491**	-	**46,491**	32,332
Ministry costs	**148,423**	-	**148,423**	146,916
Church running expenses	**74,148**	-	**74,148**	72,670
Office salaries	**102,642**	-	**102,642**	124,009
Light and heat	**42,297**	-	**42,297**	19,327
Maintenance, Security & Repair	**26,975**	-	**26,975**	21,299
Carried forward	**440,976**	-	**440,976**	416,553

This page does not form part of the statutory financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
Charitable activities				
Brought forward	**440,976**	**-**	**440,976**	416,553
Administration	**11,482**	**-**	**11,482**	10,028
Insurance	**8,751**	**-**	**8,751**	7,281
Obligations & subscriptions	**1,840**	**-**	**1,840**	2,117
St Mary's Re-Ordering	**24,004**	**-**	**24,004**	78,817
	487,053	**-**	**487,053**	514,796
Support costs				
Governance costs				
Accountancy and legal fees	**2,919**	**-**	**2,919**	3,546
Total resources expended	**489,972**	**-**	**489,972**	518,342
Net income/(expenditure)	**(84,179)**	**-**	**(84,179)**	52,620

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF BROADWATER WORTHIN

England & Wales - Charity number 1133987

Accounts

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

BROADWATER PAROCHIAL CHURCH COUNCIL

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FOR THE YEAR ENDED 31 DECEMBER 2022

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BROADWATER 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).

1. CHARITY ADMINISTRATIVE INFORMATION

The benefice of Broadwater is situated in the Northern part of the town of Worthing, and pre-dates the town. Broadwater Parish is part of the Diocese of Chichester within the Church of England and has a population in excess of 20,000. Broadwater Parish comprises three church sites - St Mary's Church; St Stephen's Café Church; and Queen Street Church - and also a separate Parish Office.

The registered office and address for correspondence is:

Parish Office, Broadwater Parish Centre
117 Broadwater Road, Worthing
BN14 8HT Tel. 01903 823916
Email: office@broadwaterparish.org
Website: www.broadwaterparish.org.uk

PCC BANKERS
HSBC Bank PLC
1 Warwick Street
Worthing
BN11 3DE

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
ME19 4JQ

LEGAL ADVISORS
Miller Parris Solicitors
3 Cricketers Parade
Broadwater Street West
Worthing
BN14 8JB

INDEPENDENT EXAMINER
Acuity Professional
Unit 2.02 High Weald House, Glovers End
Bexhill
TN39 5ES

Broadwater PCC Registered Charity No. 1133987.

2. STRUCTURE, GOVERNANCE AND MANAGEMENT OF THE CHARITY

The Parochial Church Council (PCC) is registered with the Charity Commission as required by the Charities Act 2011. Its governing document is the Parochial Church Councils (Powers) Measure 1956.

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

CLERGY	
Team Rector	The Revd Gaz Daly
Team Vicar	The Revd Gary Neal
Assistant Pastor	Mr Andrew Poole (until October 2022)
PARISH WARDENS	Mr Andrew Rayner
	Miss Katie Gould
DEPUTY-WARDENS	
St Mary's	Mrs Debbie Attwood
	Mr Philip Nokes
St Stephen's	Mrs Mary Stewart
	Mr David House
Queen Street	Mr George Woollard
DEANERY SYNOD	
	Mrs Liz Farrow
	Mr John Whitehead
	Mrs Patricia Stevens
PCC REPRESENTATIVES	
St Mary's	Mrs Trish Westram
	Mrs Tusa Clark
	Mr Samuel Gnanaratnam
PCC TREASURER	Mr Geoffrey Gair
PCC SECRETARY	Miss Kate Greenfield

2.1 PCC Appointments and Responsibilities

The PCC has responsibility for the running of the parish but may delegate some of its work to the Parish Leadership Team (comprising clergy, parish wardens, deputy wardens and treasurer). There are two Church Wardens (known as Parish Wardens) and each church has two deputy wardens. All of these are ex-officio members of the PCC. The method of appointment of PCC members is set out in the Church Representation Rules and in the PCC Constitution. All Church attendees are encouraged to register on the Electoral Roll.

The PCC is responsible for a wide range of matters affecting the parish including health and safety, disability legislation and parish safeguarding policies.

In their capacity as trustees, members of the PCC are responsible for the stewardship of funds and for the appropriate accounting and reporting of the parish finances. Company Law and Charity Law require the PCC 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 surplus or deficit for that period. The PCC usually elect a Parish Treasurer to oversee this and to provide regular financial information.

The PCC works to ensure that each member is equipped to fulfil their role. When new members join the PCC, they are given instructions as to their duties, privileges, and responsibilities on behalf of the Chair and directed to the relevant provisions made by the Charity Commissioners, before being formally welcomed and inducted

The PCC pays due regard to the published guidance from the Charity Commission on the operation of the Public Benefit requirement under the Charities Act 2006.

2.2 Related Trusts and Charities

The Broadwater Outreach Trust (BOT) was a facility whereby church members could pay into the Trust such sums as they wished to give towards mission. This separate Charity was closed in 2020 with the PCC taking on responsibility through a separate Sub-Committee (The Global Outreach Team). The PCC aims to set aside annually c.10% of 'Voluntary Giving' receipts (i.e. "Planned Giving Through The Bank" and "Collections At Services") to financially support our home and overseas Mission Partners. In 2021 the Global Outreach team approved payments totalling £22,625 to our Mission Partners and, congregations were regularly updated with news and videos. A further £10,263 of charitable giving was distributed by the PCC, meaning £32,888 was given in total. In 2022, the PCC distributed a total of £34,449 under 'Missionary & Charitable Giving'.

There are now no other related Trust or Charities.

2.3 Management of potential risks, uncertainties and their mitigation

The PCC has an ongoing task of reviewing the major risks which impact on the work of the churches in the Parish. The PCC consider that the principal risks and uncertainties are :-

- The health and safety of congregations within church buildings is protected.
The Fabric Team regularly review all buildings to ensure that priority matters are addressed in a timely manner and, that routine maintenance is regularly carried out. Regular PAT testing and fire extinguisher checks etc are conducted.

- Safeguarding children and vulnerable people at all our sites remains a key priority.
Diocesan policy is followed, each site has named Safeguarding Co-ordinators, regular training is provided and DBS checks are up to date.

- The funding of large, unexpected costs associated with St Mary's & the Parish Centre.
These two buildings because of age, are particularly expensive to maintain. Carry out priority repairs identified during Quinquennial reviews at St Mary's in a timely manner. Set aside a Designated Fund each year for repairs as budgets allow. Follow up on the Building Survey conducted of the Parish Centre in late 2022 and implement priority recommendations in 2023. Maintain buildings insurance cover. Review in 2023 the property portfolio and future plans for their use & budget costs.

- The trend of voluntary income (or tithing) continues to fall.
Covid, change in service patterns and financial pressures on households may have impacted on this in recent years. We do need to grow voluntary income (promoting the Parish Giving Scheme), such that the increasing day to day costs of running the Parish are covered. Monthly Accounts are available to keep congregation members informed and the PCC is working with the Diocesan 'Generous Giving Adviser' for advice and practical ideas on increasing generous giving in the church.

- The decreasing number of full time Clergy available within the Diocese.
The Parish is now down to two Clergy. Revisit Service times in 2022 to allocate staff resources. Pay the full 'Parish Ministry Costs' to the Diocese as this helps to fund the provision of Clergy today & in the future. Strive to pay more than the 100% of average PMC, to support less able churches & build sustainable Diocesan funds to protect future provision of Clergy.

2.4 PCC Meeting Attendance

The full PCC met six times in 2022 with an average attendance of 80%. The Parish Leadership Team aim to meet between PCC meetings and minutes of their deliberations were received by the full PCC and discussed.

The PCC is aware that, following meetings, communication needs to be improved with congregation members of the key matters discussed. Church Wardens or a PCC member, aim to highlight three key discussion points to congregations during the "Notices" at the Sunday service following a meeting.

3. OUR OBJECTIVES AND PURPOSES AS A CHARITY AND CHURCH

For close to a thousand years Christians have met together in Broadwater Parish, coming together before God to worship him and sharing the good news of Jesus Christ in our community. The PCC is not only maintaining this calling but future proofing the fabric of the church for generations to come.

As a Parish we continue to focus on our vision to 'Love In, Love Out and Love Up'. Working together in the name of Jesus for the revitalisation of the church in Worthing and for the transformation of lives. Linking to The Bible with Matthew 6:33 "Seek first His kingdom and His righteousness".

We recognise we are one Parish with three church sites. A primary objective of the PCC is to work with the clergy in delivering the vision across the parish for the benefit of the whole community from the youngest to the eldest.

The PCC also supports a wide range of missionary and relief endeavours at home and overseas. Many members of our congregations are involved in Christian service of one sort or another and we actively encourage this.

The PCC encourages co-operation with churches in the deanery and with other denominations in the local area. The PCC recognises its role as part of the Diocese of Chichester and Church of England.

4. WHAT WE DO TO ACHIEVE OUR OBJECTIVES

When planning our activities for the year, our incumbent and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on 'charities for the advancement of religion'. The PCC dutifully considers the safeguarding of children and vulnerable adults on activities.

The key activities can be found on the 'Mission Action Plan'. This is submitted to the Diocese and includes the following example activities to help fulfil our objectives and purpose:-

- To ensure our churches and buildings are accessible and open to everyone, young & old, living in the community and beyond. This includes live streaming of services when appropriate. We offer space and time for people to easily access our church sites regularly and, provide Sunday and weekday opportunities for Christian worship.
- To use our resources for the provision of pastoral, social, evangelistic and, ecumenical care in the community. Weekly tots and toddler groups, monthly tea times with the elderly, Messy Church, morning prayer opportunities and termly Alpha and Bible courses.
- To provide facilities for Christian baptisms, marriages, and funerals.
- Nurturing new and existing believers to grow and mature as Christians, by running a Bible course and provide training and support to our Homegroups and leaders.
- Active involvement with local schools abd colleges to share our Christian faith. Weekly assemblies are given at our local primary & secondary schools. Working with the staff and helping with curriculum where we are able.
- Putting faith into practice, through prayer and scripture, music and sacrament and actively serving in the local community.
- Offering worship and prayer, learning about the Gospel, in small & large group situations
- Provision of assistance to the poor and needy in the parish and beyond.
- Reaching out to the unchurched through social events, after school clubs, Alpha, Christians Against Poverty, bereavement counselling etc.
- Maintaining the fabric of the church building as an historic focus of Christian life in the Parish for this and future generations.

5.0 WHAT WE ACHIEVED AND HOW WE AFFECTED BENEFICIARIES' LIVES

5.1. Electoral Roll

	May 2021	May 2022
TOTAL	**399**	**424**

5.2. Attendance at Church

		2021 Attendance			2022 Attendance		
	No. of services	**Adults**	**Children**	**Total**	Adults	Child	Total
St Mary's Church	3	174	37	**211**	229	49	278
St Stephen's Cafe Church	1	48	12	**60**	35	14	49
Queen Street Church	1	44	6	**50**	0	0	0
Total	**6**	**266**	**55**	**321**	264	63	327

The 2021 attendance figures were taken from the average number of people attending services during the month of October 2021, as Covid restrictions remained in place through much of the year. The 2022 attendance figures are taken as an average throughout the year. The Sunday service at Queen Street has been paused since Easter 2022 because of resource constraints, with members encouraged to attend services at either the St Mary's or the St Stephen's site.

5.3. Key Achievements

The strategy for the Parish as agreed by the PCC, is to be more aligned as 'One Church' operating across our three sites. Working together in our Ministry and Mission here in Worthing and with our newly formed GO Team (Global Mission) across the world.

As a Parish we continue to be supported and blessed by many people who contribute to the life of the Parish in many varied and different ways. The contributions of those who voluntarily give their time, energy and financial support is greatly appreciated and vital for the on-going ministry here in Broadwater.

We have continued to work in our local primary and secondary schools providing assemblies and services within our church sites. Plus giving support at Governor level with the Rector serving on the Governing bodies of our two Church Of England schools, Broadwater Primary and St Andrews School. A number of staff, Clergy and volunteers are also serving in many different ways.

Our children's and youth work has been a great resource locally for young people, weekly bible studies, meetings, pastoral support, church events and wider Christian conferences/festivals have all contributed to developing work that our team prayerfully provide for our young people.

During the year we ran the Alpha course twice at two of our sites. These were well attended and a number of people came to faith and, a couple were also baptized. This has been a real encouragement to the Parish. Our 'Tots & Toddlers' is flourishing at our Queen Street site, with regularly weekly attendances of over 120 at our Wednesday morning sessions. We are grateful to all who support this ministry outreach. There has been much support and development with our 'Messy Church' at our St Stephen's site, running monthly and welcoming in many local people, leading to church services tailored to them at the end of each month.

Tea Time has been a great success, welcoming in local (often elderly) people, led by a wonderful team, who each month provide a variety of refreshments, entertainment and friendship opportunities. Fortnightly at our Queen Street site we provide 'Interim' a drop-in opportunity for those who have been bereaved. This support is often a life line for local people and members of our church.

Newer initiatives include a weekly netball group and Friday night football. These have attracted a number of people often on the fringes of our church community. We have seen a number of attendees engage with Christianity, often for the first time. Some have begun to seek God and attend services. These outreach groups continue to grow.

During the Summer of 2022 we held a number of activities for people based around shared interests - 'Interest Groups'. These included walking, a Classic Car rally (from Broadwater to Bishops Palace in Chichester), a knitting group and others. Some of these continued as groups beyond the Summer. We encourage all in our churches to join and be part of a Homegroup. These continue to thrive under the guidance of Chris and Gail Lawther.

Every year we are supported by many others, often in the background, with flower arranging, gardening, maintenance and care at our three church buildings and the Parish Centre. There are also many volunteers who enable church services and live streaming to take place. These include the Welcome team, the refreshment team, musicians & singers, sound and video technicians to list just a few. All service is greatly appreciated and valued.

6.0 STAFF AND OTHER RESOURCES

The PCC pays for a Staff Team of seven people to support our Clergy and, also four cleaners to cover the three church sites and the Parish Centre. The Staff Team comprises of the Verger at St Mary's, a Youth & Worship Pastor, two Children's Pastors, a Pastoral Co-Ordinator and two part-time Administrators. The Youth & Worship Pastor is fully funded from a restricted legacy for this purpose. We were grateful for Andy Poole who was running youth, until he moved onto a new role based in London. We are currently recruiting a replacement for this role. The two Children's Pastors are currently funded annually in advance by a generous, separate restricted donation.

The Parish is also ably & generously supported by retired clergy including Rev Bob Groves and the Rev George Butterworth, who freely give of their time.

The church also benefits from the dedicated work of a great number of volunteers across the Parish. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

The PCC has the use of St Mary's church, which is owned by the Church of England. The PCC is responsible for the repair and upkeep of the church. Additionally, the PCC owns the St Stephen's and Queen Street sites, the Parish Centre, the residential property at 67 Normandy Road. The residential property at 53 Lavington Road (68% owned by the PCC and 32% is owned by the Diocese) was sold in 2022. The proceeds of sale show in the Financial Statements and, these are currently 'Ring Fenced' whilst the PCC determine how these are best used. Improvements to the Parish Centre is one consideration and the PCC will be working/praying for wisdom on how best to use these funds.

7.0 THE YEAR AHEAD (2023)

At the start of 2023 our Rector, Gaz Daly, had a three-month sabbatical. During this time, the Parish was ably run by our Parish Wardens Katie Gould and Andrew Rayner with the support of the Staff Team. A huge thank you to them for their support, guidance and wisdom.

As we look ahead the PCC are working together to enable Broadwater Parish to flourish and continue to be a welcoming, open place. There are a number of issues for the Church Of England currently and, the PCC will be engaging with these. We will also be wanting to develop our Parish Centre and we hope that we can share plans for this at a future date.

8.0 FINANCIAL REVIEW

8.1 Incoming Resources

Regular 'Giving' through the Bank (Standing Orders & Parish Giving Scheme) totalled £188,015 or 33% of Parish income in 2022. In 2016 bank giving was £247,745 and has been on a downward trend falling 24% since then. The falling trend is greater if you take into account the fall in cash collections from church services and the annual rise in inflation. The total income through all sources was £570,962 having been boosted, in particular, by a £165,092 "Gain/Appreciation/Profit" on the sale of the Lavington Road property which the PCC jointly owned with the Diocese. The Parish remains reliant on other forms of income (i.e. specific donations, legacies, hall hire & property rental etc) and using Cash Reserves to maintain services, as regular giving does not currently cover regular day to day expenditure. Ideally, regular giving needs to be increased from church members to cover the routine costs of c.£37k a month in running the Parish.

8.2 Outgoing Expenditure

All key expenditure requirements were met and totalled £518,342. Direct 'Ministry Costs' alone totalled £287,928 which included 'Parish Ministry Costs' of £146,916 paid to the Diocese for the provision of our Clergy and, a further £124,009 for the non-clergy staff salaries. 'Parish Running Costs' totalled £192,419 of which £78,817 was for the completion of the St Mary's Re-Ordering Project and, the remaining £113,602 on more routine maintenance, utilities, insurance, equipment and administration costs. There were no particularly exceptional items of expenditure in 2022 other than the £78,817 on Re-Ordering. If you remove this figure from total expenditure (£518,342 - £78,817 = £439,525 / 12 = £36,627), regular monthly running costs across the Parish total c.£37k.

8.3 Total Parish Reserves or Net Assets

Income of £570,962 over Expenditure of £518,342 gave a Net Surplus of £52,620 for the year. Remember that contained within the income figure is £165,092 from the property sale. Without this exceptional "One Off" gain, there would not have been a Surplus but, a Deficit of £112,472 for the year. 'Net Assets' or 'Parish Reserves' at the end of 2022 grew by the Net Surplus from £1,248,763 to £1,301,383. These Reserves can be broken down to £905,142 in Cash and £396,241 in Property. Parish property shown in the Accounts is valued at the initial purchase price, so its accounting value is low given that the real, tangible value is only realised on the sale of a property.

The Cash Reserves of £905,142 may appear high but, contained within this figure is "Restricted Funds" and monies already "Designated" for spending totalling £667,128. This includes £401,993 'Ring Fenced' by the PCC from the property sale to, potentially, improve the Parish Centre, £53,833 balance from the St Mary's Re-Ordering project and, £129,300 from Roger's legacy for "Youth Work", £32,180 towards Quinquennial maintenance works and, £25,616 to complete the Parish Audio & Visual equipment upgrades. This leaves our actual 'Unrestricted Cash Reserves" at the end of 2022 to be £238,016.

8.4 Summary

Looking ahead, I have forecast that expenditure will exceed income by £145,383 in 2023. This is on the back of deficits in 2020 of £183,535 and £425,567 in 2021, so the Parish Reserves will have reduced by a total of £754k across those three years. The costs of the Re-Ordering project, essential roof repairs to St Mary's and maintenance of other Parish church sites and properties, the employment of additional paid staff in Youth and Children's Work, together with upgrades to audio and visual equipment to enable livestreaming of services, are a considerable investment in the Parish. This investment has come about from the generosity of our church members and, was needed to 'future proof' the Parish buildings and equipment for their wider use today and for the generations to come.

The Parish is in a sound financial position at this point in time and holds sufficient Unrestricted Cash Reserves to cover the shortfall in monthly giving but, this position may not be sustainable in the longer term. Our aim across the Parish should be to see an uplift in regular monthly giving in order that the routine monthly outgoings are covered.

8.5 Reserve & Legacy Policies

It is PCC policy to maintain a minimum balance on the general 'Unrestricted Cash Reserves' (i.e. excluding 'Designated & Restricted Funds' and excluding property) which equates to approximately a minimum of three months (maximum of six months) of regular running costs. This is to ensure continued financial security, provide for unforeseen contingencies and, to maintain cash flow for the provision of Clergy, staff salaries and other regular church running costs.

The closing 'Unrestricted Cash Reserves' balance of £238,016 represents six months of regular running costs (6 x £37k = £222k), giving us sufficient cash flow in 2023 to continue to pay bills when they fall due.

Should 'Unrestricted Cash Reserves' exceed six months of running costs the PCC will develop a clear plan for the surplus, identifying a proposed spending plan and timescales. This usually involves improving the fabric of our buildings and updating obsolete equipment, in projects aimed at improving our infrastructure for future generations of worshippers. However, whilst we hold seven months of 'Unrestricted Cash Reserves' this is forecast to fall to five months by the end of 2023.

From time to time the PCC receives legacies. We aim to spend such money as soon as possible after receiving the legacy, in accordance with the wishes of the legator.

9. STATEMENT OF DISCLOSURE OF INFORMATION TO INDEPENDENT EXAMINER

So far as the PCC are aware, there is not relevant information of which the charity's independent examiners are unaware, and they have taken all the steps that they ought to have taken as trustees in order to make themselves aware of any relevant information and to establish that the PCC's independent examiners are aware of that information.

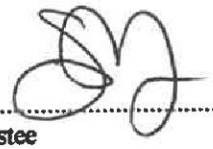
STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Approved by order of the board of trustees on 19 APRIL 2023 and signed on its behalf by:



REVD G J. DALY

Trustee

Independent examiner's report to the trustees of Broadwater Parochial Church Council
I report to the charity trustees on my examination of the accounts of Broadwater Parochial Church Council (the Trust) for the year ended 31 December 2022.

Responsibilities and basis of report
As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

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

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

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

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

Rachel Taylor FCA

Acuity Professional Partnership LLP
Unit 2.02
High Weald House
Glovers End
Bexhill
East Sussex
TN39 5ES

Date: 22 May 2023

BROADWATER 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 £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM					
Voluntary income	2	**347,630**	-	**347,630**	450,810
Charitable activities	5				
Church Activities		**9,429**	-	**9,429**	5,111
Activities for generating funds	3	**20,012**	-	**20,012**	11,240
Investment income	4	**19,272**	-	**19,272**	30,971
Other income		**174,619**	-	**174,619**	686
Total		**570,962**	-	**570,962**	498,818
EXPENDITURE ON					
Charitable activities	6				
Church Activities		**480,347**	-	**480,347**	924,385
Charitable activities		**37,995**	-	**37,995**	-
Total		**518,342**	-	**518,342**	924,385
NET INCOME/(EXPENDITURE)		**52,620**	-	**52,620**	(425,567)
Transfers between funds	12	**94,756**	**(94,756)**	-	-
Net movement in funds		**147,376**	**(94,756)**	**52,620**	(425,567)
RECONCILIATION OF FUNDS					
Total funds brought forward		**959,624**	**289,139**	**1,248,763**	1,674,330
TOTAL FUNDS CARRIED FORWARD		**1,107,000**	**194,383**	**1,301,383**	1,248,763

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	10	396,241	-	396,241	634,617
CURRENT ASSETS					
Investments		-	-	-	-
Cash at bank		710,761	194,383	905,144	614,148
		710,761	194,383	905,144	614,148
CREDITORS					
Amounts falling due within one year	11	(2)	-	(2)	(2)
NET CURRENT ASSETS		710,759	194,383	905,142	614,146
TOTAL ASSETS LESS CURRENT LIABILITIES		1,107,000	194,383	1,301,383	1,248,763
NET ASSETS		1,107,000	194,383	1,301,383	1,248,763
FUNDS	12				
Unrestricted funds:					
Unrestricted - General				634,255	882,316
Designated - Quinquennial and Audio/Visual				70,752	77,308
Designated - Parish Centre Fund				401,993	-
				1,107,000	959,624
Restricted funds:					
Restricted - St Mary's Re-ordering				53,833	119,404
Restricted - Parish Youth Work				129,300	158,485
Restricted - Childrens Pastor Salary				11,250	11,250
				194,383	289,139
TOTAL FUNDS				1,301,383	1,248,763

The financial statements were approved by the Board of Trustees and authorised for issue on 19 APRIL 2023 and were signed on its behalf by:

REVD G.J. DALY
Trustee

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	**(141,271)**	(457,224)
Net cash used in operating activities		**(141,271)**	(457,224)
Cash flows from investing activities			
Other income		**9,527**	686
Sale of heritage assets		**165,092**	-
Withdrawals from deposit accounts		**-**	826,831
Sale of investment property		**238,376**	-
Interest received		**19,272**	30,971
Net cash provided by investing activities		**432,267**	858,488
Change in cash and cash equivalents in the reporting period		**290,996**	401,264
Cash and cash equivalents at the beginning of the reporting period		**614,148**	212,884
Cash and cash equivalents at the end of the reporting period		**905,144**	614,148

The notes form part of these financial statements

NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022	2021
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	**52,620**	(425,567)
Adjustments for:		
Profit on disposal of fixed assets	**(174,619)**	(686)
Interest received	**(19,272)**	(30,971)
Net cash used in operations	**(141,271)**	(457,224)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.22	Cash flow	At 31.12.22
	£	£	£
Net cash			
Cash at bank	**614,148**	**290,996**	**905,144**
	614,148	**290,996**	**905,144**
Total	**614,148**	**290,996**	**905,144**

The notes form part of these financial statements

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the FRS 102 Charities SORP.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets.

FUND ACCOUNTING

General funds represent the funds of the Parochial Church Council (PCC) that are not subject to any restrictions regarding their use and which are available for application for the general purposes of the PCC.

Funds designated for a particular purpose by the PCC are also unrestricted.

Restricted funds represent (a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest, and (b) donations or grants received for a specific object or requested by the PCC for a specific object. The funds may only be expended on the specific object for which they are given. Any balance remaining unspent at the end of the year must be carried forward as a balance on that fund. The PCC does not usually invest separately for each fund.

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 the accounts of church groups of informal gatherings of church members.

INCOMING RESOURCES

Voluntary income and capital sources

- Collections are recognised when received by or on behalf of the PCC.
- Planned giving receivable under covenant is recognised only when received
- Income tax recoverable on covenants or gift aid donations is recognised when the income is received.
- Grants and Legacies to the PCC are accounted for as soon as the amount due is received.
- Funds raised by the fete, garden party and similar events are accounted for gross.
- Sales of books and magazines from the church bookstall are accounted for gross.

Other ordinary income

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

Income from investments

Dividends and interest are accounted for when received. Tax recoverable on such income is recognised in the same accounting year.

RESOURCES EXPENDED

All expenditure is accounted for on an accruals basis and has been listed under headings that aggregate all the costs related to that activity. Where costs cannot be directly attributed they are allocated to activities on a basis consistent with the use of resources.

Overheads and salaries are allocated between expense headings on the basis of time spent.

Costs of generating voluntary income comprise the costs associated with attracting voluntary income.

Fundraising trading costs comprise the costs of trading for fundraising purposes.

continued...

1. ACCOUNTING POLICIES - continued

RESOURCES EXPENDED
Church Activities includes those costs incurred by the PCC in the delivery of its objectives and services for the benefit of the parish. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs are those incurred in connection with the management of PCC's organisational administration and compliance with the constitutional and statutory requirements.

TRANSFER
The Parochial Church Council are permitted to make transfers to correct shortfalls or mis-allocations between funds

TAXATION
The charity is exempt from tax on its charitable activities.

FINANCIAL INSTRUMENT
The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognized in the charity balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans and loans from fellow group charities that are classified as debt, are initially recognized at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payment discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

continued...

2. VOLUNTARY INCOME

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Planned giving	188,015	-	188,015	194,719
Collection at services	16,122	-	16,122	7,783
Donations and appeals	74,242	-	74,242	75,687
Income tax recoverable	51,418	-	51,418	44,450
Grants	16,833	-	16,833	91,435
Legacies	1,000	-	1,000	36,736
	347,630	-	347,630	450,810

3. ACTIVITIES FOR GENERATING FUNDS

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Room hire	20,012	-	20,012	10,721
Other	-	-	-	519
	20,012	-	20,012	11,240

4. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Interest received and Rental income	19,272	-	19,272	30,971

continued...

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2022	2021
		£	£
Fees	Church Activities	9,429	5,111

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 7)	Totals
	£	£	£
Church Activities	480,347	-	480,347
Charitable activities	34,449	3,546	37,995
	514,796	3,546	518,342

7. SUPPORT COSTS

	Governance costs
	£
Charitable activities	3,546

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM			
Voluntary income	450,810	-	450,810
Charitable activities			
Church Activities	5,111	-	5,111
Activities for generating funds	11,240	-	11,240
Investment income	30,971	-	30,971
Other income	686	-	686
Total	498,818	-	498,818

EXPENDITURE ON

continued...

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Charitable activities			
Church Activities	924,385	-	924,385
NET INCOME/(EXPENDITURE)	(425,567)	-	(425,567)
Transfers between funds	388,606	(388,606)	-
Net movement in funds	(36,961)	(388,606)	(425,567)
RECONCILIATION OF FUNDS			
Total funds brought forward	996,585	677,745	1,674,330
TOTAL FUNDS CARRIED FORWARD	959,624	289,139	1,248,763

10. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Moveable church furnishings £	Equipment £	Totals £
Cost					
At 1 January 2022	**634,617**	**1,291**	**74,426**	**29,695**	**740,029**
Disposals	**(238,376)**	**-**	**-**	**-**	**(238,376)**
At 31 December 2022	**396,241**	**1,291**	**74,426**	**29,695**	**501,653**
Depreciation					
At 1 January 2022 and 31 December 2022	**-**	**1,291**	**74,426**	**29,695**	**105,412**
Net book value					
At 31 December 2022	**396,241**	**-**	**-**	**-**	**396,241**
At 31 December 2021	634,617	-	-	-	634,617

continued...

10. TANGIBLE FIXED ASSETS - continued

Freehold land and property		£	£
Freehold land			
Rear of Queen Street			16,057
Freehold property			
Broadwater centre	1987		140,682
Clergy houses			
67 Normandy Road	1995	93,804	
37 Angola Road	1997	145,698	239,502
53 Lavington Road (sold in 2022)	2008	-	
TOTAL			396,241

53 Lavington Road represents a 68% ownership obtained through an equity share agreement with the Diocese. The original purchase price of this property was £350,000. This was sold during the year.

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Other creditors	2	2

12. MOVEMENT IN FUNDS

	At 1.1.22 £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
Unrestricted funds				
Unrestricted - General	**882,316**	**52,620**	**(300,681)**	**634,255**
Designated - Quinquennial and Audio/Visual	**77,308**	**-**	**(6,556)**	**70,752**
Designated - Parish Centre Fund	**-**	**-**	**401,993**	**401,993**
	959,624	**52,620**	**94,756**	**1,107,000**
Restricted funds				
Restricted - St Mary's Re-ordering	**119,404**	**-**	**(65,571)**	**53,833**
Restricted - Parish Youth Work	**158,485**	**-**	**(29,185)**	**129,300**
Restricted - Childrens Pastor Salary	**11,250**	**-**	**-**	**11,250**
	289,139	**-**	**(94,756)**	**194,383**
TOTAL FUNDS	**1,248,763**	**52,620**	**-**	**1,301,383**

continued...

12. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	**570,962**	**(518,342)**	**52,620**
TOTAL FUNDS	**570,962**	**(518,342)**	**52,620**

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds				
Unrestricted - General	882,678	(425,567)	425,205	882,316
Designated - Quinquennial and Audio/Visual	113,907	-	(36,599)	77,308
	996,585	(425,567)	388,606	959,624
Restricted funds				
Restricted - St Mary's Re-ordering	476,534	-	(357,130)	119,404
Restricted - Parish Youth Work	193,711	-	(35,226)	158,485
Restricted - Childrens Pastor Salary	7,500	-	3,750	11,250
	677,745	-	(388,606)	289,139
TOTAL FUNDS	1,674,330	(425,567)	-	1,248,763

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	498,818	(924,385)	(425,567)
TOTAL FUNDS	498,818	(924,385)	(425,567)

continued...

12. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
Unrestricted funds				
Unrestricted - General	882,678	(372,947)	124,524	634,255
Designated - Quinquennial and Audio/Visual	113,907	-	(43,155)	70,752
Designated - Parish Centre Fund	-	-	401,993	401,993
	996,585	(372,947)	483,362	1,107,000
Restricted funds				
Restricted - St Mary's Re-ordering	476,534	-	(422,701)	53,833
Restricted - Parish Youth Work	193,711	-	(64,411)	129,300
Restricted - Childrens Pastor Salary	7,500	-	3,750	11,250
	677,745	-	(483,362)	194,383
TOTAL FUNDS	1,674,330	(372,947)	-	1,301,383

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	1,069,780	(1,442,727)	(372,947)
TOTAL FUNDS	1,069,780	(1,442,727)	(372,947)

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2022.

continued...

14. PURPOSE OF FUNDS

Designated funds

Audio Visual Project - upgrading of sound and visual equipment at St Mary's and the Parish.

Quinquennial Fund - maintenance work required on St Mary's Parish Church.

St Stephens Cafe Church - various social and community activities.

Global Outreach - To financially support the domestic and overseas 'Mission Partners' of Broadwater Parish.

Parish Centre Project - Funds received in 2022 from the sale of Lavington Road and set aside by the PCC to, potentially improve the Parish Centre building.

Restricted funds

St Mary's Re-ordering - to fund the re-ordering of St Mary's church i.e. the development of the building and fabric to better meet the current and future needs of the church and local community.

Youth Work - a legacy received in 2019 'for Youth Work and for the payment of the salary of a Youth Worker'

Childrens Pastor & Pre School Worker - balance of an annual donation to pay for the salaries of two staff members.

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

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES				
Voluntary income				
Planned giving	**188,015**	-	**188,015**	194,719
Collection at services	**16,122**	-	**16,122**	7,783
Donations and appeals	**74,242**	-	**74,242**	75,687
Income tax recoverable	**51,418**	-	**51,418**	44,450
Grants	**16,833**	-	**16,833**	91,435
Legacies	**1,000**	-	**1,000**	36,736
	347,630	-	**347,630**	450,810
Activities for generating funds				
Room hire	**20,012**	-	**20,012**	10,721
Other	-	-	-	519
	20,012	-	**20,012**	11,240
Investment income				
Interest received and Rental income	**19,272**	-	**19,272**	30,971
Charitable activities				
Fees	**9,429**	-	**9,429**	5,111
Other income				
Other income	**9,527**	-	**9,527**	686
Gain on sale of heritage assets	**165,092**	-	**165,092**	-
	174,619	-	**174,619**	686
Total incoming resources	**570,962**	-	**570,962**	498,818
EXPENDITURE				
Charitable activities				
Missionary and charitable giving	**32,332**	-	**32,332**	30,339
Ministry costs	**146,916**	-	**146,916**	144,412
Church running expenses	**72,670**	-	**72,670**	45,417
Office salaries	**124,009**	-	**124,009**	125,257
Light and heat	**19,327**	-	**19,327**	14,711
Maintenance, Security & Repair	**21,299**	-	**21,299**	63,817
Carried forward	**416,553**	-	**416,553**	423,953

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

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Charitable activities				
Brought forward	**416,553**	**-**	**416,553**	423,953
Administration	**10,028**	**-**	**10,028**	11,064
Insurance	**7,281**	**-**	**7,281**	7,277
Obligations & subscriptions	**2,117**	**-**	**2,117**	2,701
St Mary's Re-Ordering	**78,817**	**-**	**78,817**	476,921
	514,796	**-**	**514,796**	921,916
Support costs				
Governance costs				
Accountancy and legal fees	**3,546**	**-**	**3,546**	2,469
Total resources expended	**518,342**	**-**	**518,342**	924,385
Net expenditure	**52,620**	**-**	**52,620**	(425,567)

This page does not form part of the statutory financial statements

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF BROADWATER WORTHIN

England & Wales - Charity number 1133987

Accounts

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

BROADWATER PAROCHIAL CHURCH COUNCIL

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

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BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their report with the financial statements of the charity for the year ended 31 December 2021. 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).

1. CHARITY ADMINISTRATIVE INFORMATION

The benefice of Broadwater is situated in the Northern part of the town of Worthing, and pre-dates the town. Broadwater Parish is part of the Diocese of Chichester within the Church of England and has a population in excess of 20,000. Broadwater Parish comprises three church sites - St Mary's Church; St Stephen's Café Church; and Queen Street Church - and also a separate Parish Office.

The registered office and address for correspondence is:

Parish Office, Broadwater Parish Centre
117 Broadwater Road, Worthing
BN14 8HT Tel. 01903 823916
Email: office@broadwaterparish.org
Website: www.broadwaterparish.org.uk

PCC BANKERS
HSBC Bank PLC
1 Warwick Street
Worthing
BN11 3DE

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
ME19 4JQ

LEGAL ADVISORS
Miller Parris Solicitors
3 Cricketers Parade
Broadwater Street West
Worthing
BN14 8JB

INDEPENDENT EXAMINER
Acuity Professional
Unit 2.02 High Weald House, Glovers End
Bexhill
TN39 5ES

Broadwater PCC Registered Charity No. 1133987.

2. STRUCTURE, GOVERNANCE AND MANAGEMENT OF THE CHARITY

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021

The Parochial Church Council (PCC) is registered with the Charity Commission as required by the Charities Act 2011. Its governing document is the Parochial Church Councils (Powers) Measure 1956.

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

CLERGY

Team Rector	The Revd Gaz Daly
Team Vicar	The Revd Gary Neal
Assistant Pastor	Mr Andrew Poole
PARISH WARDENS	Mr Tony Ford
	Miss Katie Gould

DEPUTY-WARDENS

St Mary's	Mrs Victoria Ludlow
	Mrs Debbie Attwood
St Stephen's	Mrs Mary Stewart
	Mr David House
Queen Street	Mr George Woollard
	Mrs Tina Scott

DEANERY SYNOD

Mrs Liz Farrow
Mr John Whitehead
Mrs Patricia Stevens

PCC REPRESENTATIVES

St Mary's	Mrs Hannah Hollingum
	Mr Hugh Acland
	Mrs Trish Westram
St Stephen's	Mrs Michelle Redman
	Mr Tony Nelson
Queen Street	Mr Rod Ostler

PCC TREASURER Mr Geoffrey Gair

PCC SECRETARY Mrs Natalie Pierce

2.1 PCC Appointments and Responsibilities

The PCC has responsibility for the running of the parish but may delegate some of its work to the Parish Leadership Team (comprising clergy, parish wardens, deputy wardens and treasurer). There are two Church Wardens (known as Parish Wardens) and each church has two deputy wardens. All of these are ex-officio members of the PCC. The method of appointment of PCC members is set out in the Church Representation Rules and in the PCC Constitution. All Church attendees are encouraged to register on the Electoral Roll.

The PCC is responsible for a wide range of matters affecting the parish including health and safety, disability legislation and parish safeguarding policies.

In their capacity as trustees, members of the PCC are responsible for the stewardship of funds and for the appropriate accounting and reporting of the parish finances. Company Law and Charity Law require the PCC 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 surplus or deficit for that period. The PCC usually elect a Parish Treasurer to oversee this and to provide regular financial information.

The PCC works to ensure that each member is equipped to fulfil their role. When new members join the PCC, they are given instructions as to their duties, privileges, and responsibilities on behalf of the Chair and directed to the relevant provisions made by the Charity Commissioners, before being formally welcomed and inducted

The PCC pays due regard to the published guidance from the Charity Commission on the operation of the Public Benefit requirement under the Charities Act 2006.

2.2 Related Trusts and Charities

The Broadwater Outreach Trust (BOT) was a facility whereby church members could pay into the Trust such sums as they wished to give towards mission. This separate Charity was closed in 2020 with the PCC taking on responsibility through a separate Sub-Committee (The Global Outreach Team). The PCC aims to set aside annually c.10% of 'Voluntary Giving' receipts (i.e. "Planned Giving Through The Bank" and "Collections At Services") to financially support our home and overseas Mission Partners. In 2021 the Global Outreach team approved payments totalling £22,625 to our Mission Partners and, congregations were regularly updated with news and videos. A further £10,263 of charitable giving was distributed by the PCC, meaning £32,888 was given in total.

There are now no other related Trust or Charities.

2.3 Management of potential risks, uncertainties and their mitigation

The PCC has an ongoing task of reviewing the major risks which impact on the work of the churches in the Parish. The PCC consider that the principal risks and uncertainties are :-

- The health and safety of congregations within church buildings is protected.
The Fabric Team regularly review all buildings to ensure that priority matters are addressed in a timely manner and, that routine maintenance is regularly carried out. Regular PAT testing and fire extinguisher checks etc are conducted.

- Safeguarding children and vulnerable people at all our sites remains a key priority.
Diocesan policy is followed, each site has named Safeguarding Co-ordinators, regular training is provided and DBS checks are up to date.

- The funding of large, unexpected costs associated with St Mary's & the Parish Centre.
Carry out priority repairs identified during Quinquennial reviews in a timely manner. Set aside a Designated Fund each year for repairs as budgets allow. Maintain buildings insurance cover. Review in 2022 the property portfolio and future plans for their use, so spending is aligned.

- The trend of voluntary income (or tithing) continues to fall.
Covid has had an impact but we do need to see a growth in voluntary income (particularly through the Parish Giving Scheme), such that the increasing day to day costs of running the Parish are covered. 'Generous Giving' opportunities will be provided next year.

- The decreasing number of full time Clergy available within the Diocese.
The Parish is now down to two Clergy. Revisit Service times in 2022 to allocate staff resources. Pay the full 'Parish Ministry Costs' to the Diocese as this helps to fund the provision of Clergy today & in the future. Strive to pay more than the 100% of average PMC, to support less able churches & build sustainable Diocesan funds to protect future provision of Clergy.

2.4 PCC Meeting Attendance

The full PCC met seven times in 2021 with an average attendance of 83%. The Parish Leadership Team aim to meet between PCC meetings and minutes of their deliberations were received by the full PCC and discussed.

The PCC is aware that, following meetings, communication needs to be improved with congregation members of the key matters discussed. Church Wardens or a PCC member, aim to highlight three key discussion points to congregations during the "Notices" at the Sunday service following a meeting.

3. OUR OBJECTIVES AND PURPOSES AS A CHARITY AND CHURCH

For close to a thousand years Christians have met together in Broadwater Parish, coming together before God to worship him and sharing the good news of Jesus Christ in our community. The PCC is not only maintaining this calling but future proofing the fabric of the church for generations to come.

As a Parish we continue to focus on our vision to 'Love In, Love Out and Love Up'. Working together in the name of Jesus for the revitalisation of the church in Worthing and for the transformation of lives. Linking to The Bible with Matthew 6:33 "Seek first His kingdom and His righteousness".

We recognise we are one Parish with three church sites. A primary objective of the PCC is to work with the clergy in delivering the vision across the parish for the benefit of the whole community from the youngest to the eldest.

The PCC also supports a wide range of missionary and relief endeavours at home and overseas. Many members of our congregations are involved in Christian service of one sort or another and we actively encourage this.

The PCC encourages co-operation with churches in the deanery and with other denominations in the local area. The PCC recognises its role as part of the Diocese of Chichester and Church of England.

4. WHAT WE DO TO ACHIEVE OUR OBJECTIVES

When planning our activities for the year, our incumbent and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on 'charities for the advancement of religion'. The PCC dutifully considers the safeguarding of children and vulnerable adults on activities.

The key activities can be found on the 'Mission Action Plan'. This is submitted to the Diocese and includes the following example activities to help fulfil our objectives and purpose:-

- To ensure our churches are accessible and open to everyone, young & old, living in the community and beyond. This includes live streaming of services when appropriate. We offer space and time for people to easily access our church sites regularly and, provide Sunday and weekday opportunities for Christian worship.

- To use our resources for the provision of pastoral, social, evangelistic and, ecumenical care in the community. Weekly tots and toddler groups, monthly tea times with the elderly, Messy Church, morning prayer opportunities and termly Alpha and Bible courses.
- To provide facilities for Christian baptisms, marriages, and funerals.
- Nurturing new and existing believers to grow and mature as Christians, by running a Bible course and provide training and support to our Homegroups and leaders.
- Active involvement with local schools abd colleges to share our Christian faith. Weekly assemblies are given at our local primary & secondary schools. Working with the staff and helping with curriculum where we are able.
- Putting faith into practice, through prayer and scripture, music and sacrament and actively serving in the local community.
- Offering worship and prayer, learning about the Gospel, in small & large group situations
- Provision of assistance to the poor and needy in the parish and beyond.
- Reaching out to the unchurched through social events, after school clubs, Alpha, Christians Against Poverty, bereavement counselling etc.
- Maintaining the fabric of the church building as an historic focus of Christian life in the Parish for this and future generations.

5.0 WHAT WE ACHIEVED AND HOW WE AFFECTED BENEFICIARIES' LIVES

5.1. Electoral Roll

	April 2020	April 2021
TOTAL	**397**	**399**

5.2. Attendance at Church

		2020 Attendance			2021 Attendance		
	No. of services	**Adults**	**Children**	**Total**	Adults	Child	Total
St Mary's Church	4	95	29	**124**	174	37	211
St Stephen's Cafe Church	1	40	7	**47**	48	12	60
Queen Street Church	1	42	3	**45**	44	6	50
Total	**6**	**177**	**39**	**216**	266	55	321

The 2020 Attendance figures shown above have been significantly impacted by prolonged closure of the church during the COVID pandemic. The figures used for 2020 were based on a typical Sunday in October 2020 when a total of five services were permitted during COVID. Attendance at these services was also strictly limited in line with COVID social distancing requirements. The 2021 attendance figures were taken from the average number of people attending services during the month of October 2021, as Covid restrictions remained in place through much of the year.

5.3. Key Achievements

The strategy for the Parish as agreed by the PCC, is to be more aligned as 'One Church' operating across our three sites. Working together in our Ministry and Mission here in Worthing and with our newly formed GO Team (Global Mission) across the world.

St Mary's church has benefitted from a further round of Re-Ordering work with new toilets and, a much needed and improved kitchen. Further worship space has been created by clearing the South Transept and with the addition of another room at the rear of the kitchen area.

During the COVID season we have truly been one unified church and parish. New technology has been introduced enabling livestreaming of services from our St Mary's site, allowing us to communicate the gospel across the whole parish and beyond. Meetings, prayer times and Alpha courses have continued using Zoom applications and, the upskilling of many people using new technology for the first time.

We have continued to work with Christians Against Poverty during the year but, the Worthing Winter Night Shelter wasn't able to happen during COVID. We continue to work in our local primary and secondary schools providing assemblies and services within our church sites. A number of staff, clergy and volunteers are involved in many different ways within our schools, including our Rector being a Governor at the Broadwater primary school and at the St Andrews Church of England school.

We were able to gradually start up some of our outreach ministries during Covid such as 'Tots and Toddlers', 'Tea Time' and 'Messy Church' which were able to operate with limited numbers.

6.0 STAFF AND OTHER RESOURCES

The PCC pays for a Staff Team of seven people to support our Clergy and, also four cleaners to cover the three church sites and the Parish Centre. The Staff Team comprises of the Verger at St Mary's, a Youth & Worship Pastor, two Children's Pastors, a Pastoral Co-Ordinator and two part-time Administrators. The Youth & Worship Pastor is fully funded from a restricted legacy for this purpose. The two Children's Pastors are currently funded annually in advance by a generous, separate restricted donation.

The Parish is also ably & generously supported by retired clergy including Rev Bob Groves and the Rev George Butterworth, who freely give of their time. Additionally, we have been blessed to have two volunteer Ministry Intern's during 2021, who each served voluntarily with our Clergy team. The PCC was able to bless each Intern with £2k for their service, using unrestricted funds from a legacy.

The church also benefits from the dedicated work of a great number of volunteers across the Parish. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

The PCC has the use of St Mary's church, which is owned by the Church of England. The PCC is responsible for the repair and upkeep of the church. Additionally, the PCC owns the St Stephen's and Queen Street sites, the Parish Centre, the residential property at 67 Normandy Road and, a 68% ownership of the residential property at 53 Lavington Road (the other 32% is owned by the Diocese).

7.0 THE YEAR AHEAD (2022)

During the Advent season leading up to Christmas 2021, we opened our sites on a restricted basis for a variety of Christian services, Messy Church, Youth and Children events. We expect to be able to fully open our church buildings in 2022 to welcome many in and to rebuild and restart many of our pre Covid activities.

The Clergy and PCC worked on a 'Mission Action Plan' for 2022 and beyond. This was a valuable exercise and helped us focus on our mission to serve God and tell others about Jesus in Broadwater Parish.

We appointed a new Children's Minister (for the Under 5's) who started in March 2021 and it will be exciting to see this work develop in 2022 post lockdown. During the time of church closure we were able to live stream a service each week and, we expect to continue this on reopening. There are many who appreciate this service and be able to stay connected with the Parish in this way.

We will continue with our Alpha courses and looking at other evangelistic opportunities across the Parish.

8.0 FINANCIAL REVIEW

8.1 Incoming Resources

Regular 'Planned Giving' (Bank Standing Orders) & 'Collections at Services' fell for the fifth consecutive year to £202,502. The total income through all sources was £498,818 having been boosted by £91,435 of VAT reclaimed on the Re-Ordering project. The Parish has become increasingly reliant on other forms of income (i.e. specific donations, legacies, hall hire & property rental) to maintain services, as regular giving does not currently cover the day to day expenditure. Ideally, regular giving needs to be increased from church members to cover the routine costs of c.£35k a month in running the Parish.

8.2 Outgoing Expenditure

All of our key expenditure requirements were met and totalled £924,385. Over half of this expenditure (£476,921) was on the St Mary's Re-Ordering project as the builders were able come on site and complete a significant portion of the project. 'Parish Ministry Costs' of £144,412 were paid to the Diocese for the provision of our Clergy and, a further £125,257 was paid out for the non-clergy salaries. It is pleasing to note that no staff were furloughed during
Covid. Included within the £63,817 of monies spent on 'Maintenance' is c.£40k of expenditure on the roof at St Mary's as identified during the last Quinquennial inspection. These four areas accounted for 85% of total expenditure in 2021.

8.3 Reserves Policy

Expenditure of £924,385 over Income of £498,818 gave a Net Deficit of £425,567 for the year. Consequently, 'Parish Reserves' or 'Net Assets' at the end of 2021 fell from £1,674,330 to £1,248,763. These Reserves can be broken down to £614,148 in Cash and £634,617 in Property. Parish property shown in the Accounts is valued at the initial purchase price, so its accounting value is low given that the real, tangible value is only realised on the sale of a property.

The Cash Reserves of £634,617 may appear high but, contained within this figure is "Restricted Funds" and monies already "Designated" for spending totalling £366,447. This includes £76,479 to complete the "Re-Ordering" of the St Mary's project in 2022, £155,532 of Roger's legacy for "Youth Work", £25,000 for additional maintenance work identified in the Quinquennial report and, £48,712 to complete the Parish Audio & Visual equipment upgrades. This leaves our actual unrestricted cash Reserves at the end of 2021 to be £229,407.

8.4 Summary

Looking ahead, I have forecast that expenditure will exceed income by £273k in 2022. This is on the back of deficits in 2020 of £183,535 and £425,567 in 2021, so the Parish Reserves will have reduced by a total of £882k across those three years. The costs of the Re-Ordering project, essential roof repairs to St Mary's and maintenance of other Parish church sites and properties, the employment of additional paid staff in Youth and Children's Work, together with upgrades to audio and visual equipment to enable livestreaming of services, are a considerable investment in the Parish. This investment has come about from the generosity of our church members and, was needed to 'future proof' the Parish buildings and equipment for their wider use today and for the generations to come.

The Parish is in a sound financial position at this point in time and holds sufficient Cash Reserves to cover the shortfall in monthly giving but, this may not be sustainable in the longer term. Our aim across the Parish as church members regularly return to services, should be to see an uplift in monthly giving in order that the routine monthly outgoings are covered.

8.5 Reserve & Legacy Policies

It is PCC policy to maintain a minimum balance on the general 'Unrestricted Cash Reserves' (i.e. excluding 'Designated & Restricted Funds' and excluding property) which equates to approximately a minimum of three months (maximum of six months) of regular running costs. This is to ensure continued financial security, provide for unforeseen contingencies and, to maintain cash flow for the provision of Clergy, staff salaries and other regular church running costs.

The closing 'Unrestricted Cash Reserves' balance of £247,701 represents seven months of regular running costs, giving us sufficient cash flow in 2022 to continue to pay bills when they fall due.

Should 'Unrestricted Cash Reserves' exceed six months of running costs the PCC will develop a clear plan for the surplus, identifying a proposed spending plan and timescales. This usually involves improving the fabric of our buildings and updating obsolete equipment, in projects aimed at improving our infrastructure for future generations of worshippers. However, whilst we hold seven months of 'Unrestricted Cash Reserves' this is forecast to fall to five months by the end of 2022.

From time to time the PCC receives legacies. We aim to spend such money as soon as possible after receiving the legacy, in accordance with the wishes of the legator.

9. STATEMENT OF DISCLOSURE OF INFORMATION TO INDEPENDENT EXAMINER

So far as the PCC are aware, there is not relevant information of which the charity's independent examiners are unaware, and they have taken all the steps that they ought to have taken as trustees in order to make themselves aware of any relevant information and to establish that the PCC's independent examiners are aware of that information.

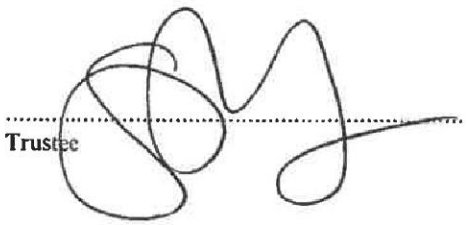
STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Approved by order of the board of trustees on 13th April 2022 and signed on its behalf by:



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Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF BROADWATER PAROCHIAL CHURCH COUNCIL

Independent examiner's report to the trustees of Broadwater Parochial Church Council
I report to the charity trustees on my examination of the accounts of Broadwater Parochial Church Council (the Trust) for the year ended 31 December 2021.

Responsibilities and basis of report
As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

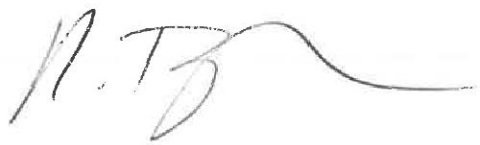
I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement
Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ACA which is one of the listed bodies.

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

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

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



Rachel Taylor FCA
ACA
Acuity Professional Partnership LLP
Unit 2.02
High Weald House
Glovers End
Bexhill
East Sussex
TN39 5ES

Date: 25 | May | 2022

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM					
Voluntary income	2	**450,810**	-	**450,810**	347,095
Charitable activities	5				
Church Activities		**5,111**	-	**5,111**	7,224
Activities for generating funds	3	**11,240**	-	**11,240**	13,511
Investment income	4	**30,971**	-	**30,971**	33,220
Other income		**686**	-	**686**	3,622
Total		**498,818**	-	**498,818**	404,672
EXPENDITURE ON					
Charitable activities	6				
Church Activities		**924,385**	-	**924,385**	588,207
NET INCOME/(EXPENDITURE)		**(425,567)**	-	**(425,567)**	(183,535)
Transfers between funds	13	**388,606**	**(388,606)**	-	-
Net movement in funds		**(36,961)**	**(388,606)**	**(425,567)**	(183,535)
RECONCILIATION OF FUNDS					
Total funds brought forward		**996,585**	**677,745**	**1,674,330**	1,857,865
TOTAL FUNDS CARRIED FORWARD		**959,624**	**289,139**	**1,248,763**	1,674,330

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	10	**634,617**	-	**634,617**	634,617
CURRENT ASSETS					
Investments	11	**(289,139)**	**289,139**	-	826,831
Cash at bank		**614,148**	-	**614,148**	212,884
		325,009	**289,139**	**614,148**	1,039,715
CREDITORS					
Amounts falling due within one year	12	**(2)**	-	**(2)**	(2)
NET CURRENT ASSETS		**325,007**	**289,139**	**614,146**	1,039,713
TOTAL ASSETS LESS CURRENT LIABILITIES		**959,624**	**289,139**	**1,248,763**	1,674,330
NET ASSETS		**959,624**	**289,139**	**1,248,763**	1,674,330

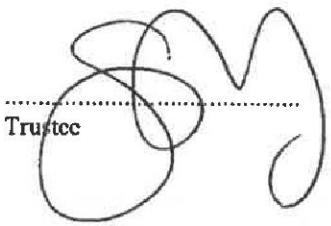
The notes form part of these financial statements

continued...

STATEMENT OF FINANCIAL POSITION - continued
31 DECEMBER 2021

FUNDS	13		
Unrestricted funds:			
Unrestricted - General		**882,316**	882,678
Designated - Quinquennial and Audio/Visual		**77,308**	113,907
		959,624	996,585
Restricted funds:			
Restricted - St Mary's Re-ordering		**119,404**	476,534
Restricted - Parish Youth Work		**158,485**	193,711
Restricted - Childrens Pastor Salary		**11,250**	7,500
		289,139	677,745
TOTAL FUNDS		**1,248,763**	1,674,330

The financial statements were approved by the Board of Trustees and authorised for issue on 18th April 2022 and were signed on its behalf by:



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Trustee

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	**(457,224)**	(225,835)
Net cash used in operating activities		**(457,224)**	(225,835)
Cash flows from investing activities			
Other income		**686**	3,622
Depreciation		**-**	11,669
Withdrawals from deposit accounts		**826,831**	238,581
Interest received		**30,971**	33,220
Net cash provided by investing activities		**858,488**	287,092
Change in cash and cash equivalents in the reporting period		**401,264**	61,257
Cash and cash equivalents at the beginning of the reporting period		**212,884**	151,627
Cash and cash equivalents at the end of the reporting period		**614,148**	212,884

The notes form part of these financial statements

NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2021

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	**(425,567)**	(183,535)
Adjustments for:		
Profit on disposal of fixed assets	**(686)**	(3,622)
Interest received	**(30,971)**	(33,220)
Decrease in creditors	**-**	(5,458)
Net cash used in operations	**(457,224)**	(225,835)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.21 £	Cash flow £	At 31.12.21 £
Net cash			
Cash at bank	**212,884**	**401,264**	**614,148**
	212,884	**401,264**	**614,148**
Liquid resources			
Deposits included in cash	**-**	**-**	**-**
Current asset investments	**826,831**	**(826,831)**	**-**
	826,831	**(826,831)**	**-**
Total	**1,039,715**	**(425,567)**	**614,148**

The notes form part of these financial statements

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the FRS 102 Charities SORP.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets.

FUND ACCOUNTING

General funds represent the funds of the Parochial Church Council (PCC) that are not subject to any restrictions regarding their use and which are available for application for the general purposes of the PCC.

Funds designated for a particular purpose by the PCC are also unrestricted.

Restricted funds represent (a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest, and (b) donations or grants received for a specific object or requested by the PCC for a specific object. The funds may only be expended on the specific object for which they are given. Any balance remaining unspent at the end of the year must be carried forward as a balance on that fund. The PCC does not usually invest separately for each fund.

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 the accounts of church groups of informal gatherings of church members.

INCOMING RESOURCES

Voluntary income and capital sources

- Collections are recognised when received by or on behalf of the PCC.
- Planned giving receivable under covenant is recognised only when received
- Income tax recoverable on covenants or gift aid donations is recognised when the income is received.
- Grants and Legacies to the PCC are accounted for as soon as the amount due is received.
- Funds raised by the fete, garden party and similar events are accounted for gross.
- Sales of books and magazines from the church bookstall are accounted for gross.

Other ordinary income

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

Income from investments

Dividends and interest are accounted for when received. Tax recoverable on such income is recognised in the same accounting year.

RESOURCES EXPENDED

All expenditure is accounted for on an accruals basis and has been listed under headings that aggregate all the costs related to that activity. Where costs cannot be directly attributed they are allocated to activities on a basis consistent with the use of resources.

Overheads and salaries are allocated between expense headings on the basis of time spent.

Costs of generating voluntary income comprise the costs associated with attracting voluntary income.

continued...

1. ACCOUNTING POLICIES - continued

RESOURCES EXPENDED
Fundraising trading costs comprise the costs of trading for fundraising purposes.

Church Activities includes those costs incurred by the PCC in the delivery of its objectives and services for the benefit of the parish. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs are those incurred in connection with the management of PCC's organisational administration and compliance with the constitutional and statutory requirements.

TRANSFER
The Parochial Church Council are permitted to make transfers to correct shortfalls or mis-allocations between funds

TAXATION
The charity is exempt from tax on its charitable activities.

FINANCIAL INSTRUMENT
The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognized in the charity balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Basic financial liabilities

continued...

1. ACCOUNTING POLICIES - continued

FINANCIAL INSTRUMENT

Basic financial liabilities, including creditors, bank loans and loans from fellow group charities that are classified as debt, are initially recognized at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payment discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

2. VOLUNTARY INCOME

	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Planned giving	**194,719**	-	**194,719**	198,078
Collection at services	**7,783**	-	**7,783**	7,319
Donations and appeals	**75,687**	-	**75,687**	51,382
Income tax recoverable	**44,450**	-	**44,450**	57,906
Grants	**91,435**	-	**91,435**	12,188
Legacies	**36,736**	-	**36,736**	20,222
	450,810	-	**450,810**	347,095

3. ACTIVITIES FOR GENERATING FUNDS

	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Room hire	**10,721**	-	**10,721**	13,111
Other	**519**	-	**519**	400
	11,240	-	**11,240**	13,511

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4. INVESTMENT INCOME

	Unrestricted funds	Restricted funds	2021 Total funds	2020 Total funds
	£	£	£	£
Interest received and Rental income	30,971	-	30,971	33,220

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2021	2020
		£	£
Fees	Church Activities	5,111	7,224

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 7)	Totals
	£	£	£
Church Activities	921,916	2,469	924,385

7. SUPPORT COSTS

	Governance costs
	£
Church Activities	2,469

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

continued...

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM			
Voluntary income	347,095	-	347,095
Charitable activities			
Church Activities	7,224	-	7,224
Activities for generating funds	13,511	-	13,511
Investment income	33,220	-	33,220
Other income	3,622	-	3,622
Total	404,672	-	404,672
EXPENDITURE ON			
Charitable activities			
Church Activities	588,207	-	588,207
NET INCOME/(EXPENDITURE)	(183,535)	-	(183,535)
Transfers between funds	123,081	(123,081)	-
Net movement in funds	(60,454)	(123,081)	(183,535)
RECONCILIATION OF FUNDS			
Total funds brought forward	1,057,039	800,826	1,857,865
TOTAL FUNDS CARRIED FORWARD	996,585	677,745	1,674,330

continued...

10. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Moveable church furnishings £	Equipment £	Totals £
Cost					
At 1 January 2021 and 31 December 2021	**634,617**	**1,291**	**74,426**	**29,695**	**740,029**
Depreciation					
At 1 January 2021 and 31 December 2021	**-**	**1,291**	**74,426**	**29,695**	**105,412**
Net book value					
At 31 December 2021	**634,617**	**-**	**-**	**-**	**634,617**
At 31 December 2020	634,617	-	-	-	634,617

Freehold land and property		£	£
Freehold land			
Rear of Queen Street			16,057
Freehold property			
Broadwater centre	1987		140,682
Clergy houses			
67 Normandy Road	1995	93,804	
37 Angola Road	1997	145,698	
53 Lavington Road	2008	238,376	477,878
TOTAL			634,617

53 Lavington Road represents a 68% ownership obtained through an equity share agreement with the Diocese. The original purchase price of this property was £350,000.

continued...

11. CURRENT ASSET INVESTMENTS

	2021	2020
	£	£
Fixed Rate Interest Deposits	-	826,831

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other creditors	2	2

13. MOVEMENT IN FUNDS

	At 1.1.21	Net movement in funds	Transfers between funds	At 31.12.21
	£	£	£	£
Unrestricted funds				
Unrestricted - General	**882,678**	**(425,567)**	**425,205**	**882,316**
Designated - Quinquennial and Audio/Visual	**113,907**	**-**	**(36,599)**	**77,308**
	996,585	**(425,567)**	**388,606**	**959,624**
Restricted funds				
Restricted - St Mary's Re-ordering	**476,534**	**-**	**(357,130)**	**119,404**
Restricted - Parish Youth Work	**193,711**	**-**	**(35,226)**	**158,485**
Restricted - Childrens Pastor Salary	**7,500**	**-**	**3,750**	**11,250**
	677,745	**-**	**(388,606)**	**289,139**
TOTAL FUNDS	**1,674,330**	**(425,567)**	**-**	**1,248,763**

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
Unrestricted - General	**498,818**	**(924,385)**	**(425,567)**
TOTAL FUNDS	**498,818**	**(924,385)**	**(425,567)**

continued...

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.20 £	Net movement in funds £	Transfers between funds £	At 31.12.20 £
Unrestricted funds				
Unrestricted - General	922,039	(183,535)	144,174	882,678
Designated - Quinquennial and Audio/Visual	135,000	-	(21,093)	113,907
	1,057,039	(183,535)	123,081	996,585
Restricted funds				
Restricted - St Mary's Re-ordering	562,482	-	(85,948)	476,534
Restricted - Parish Youth Work	238,344	-	(44,633)	193,711
Restricted - Childrens Pastor Salary	-	-	7,500	7,500
	800,826	-	(123,081)	677,745
TOTAL FUNDS	1,857,865	(183,535)	-	1,674,330

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	404,672	(588,207)	(183,535)
TOTAL FUNDS	404,672	(588,207)	(183,535)

continued...

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.20 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds				
Unrestricted - General	922,039	(609,102)	569,379	882,316
Designated - Quinquennial and Audio/Visual	135,000	-	(57,692)	77,308
	1,057,039	(609,102)	511,687	959,624
Restricted funds				
Restricted - St Mary's Re-ordering	562,482	-	(443,078)	119,404
Restricted - Parish Youth Work	238,344	-	(79,859)	158,485
Restricted - Childrens Pastor Salary	-	-	11,250	11,250
	800,826	-	(511,687)	289,139
TOTAL FUNDS	1,857,865	(609,102)	-	1,248,763

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	903,490	(1,512,592)	(609,102)
TOTAL FUNDS	903,490	(1,512,592)	(609,102)

continued...

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2021.

15. PURPOSE OF FUNDS

Designated funds

Audio Visual Project - upgrading of sound and visual equipment at St Mary's and the Parish.

Quinquennial Fund - maintenance work required on St Mary's Parish Church.

St Stephens Cafe Church - various social and community activities.

Restricted funds

St Mary's Re-ordering - to fund the re-ordering of St Mary's church i.e. the development of the building and fabric to better meet the current and future needs of the church and local community.

Youth Work - a legacy received in 2019 'for Youth Work and for the payment of the salary of a Youth Worker'

Childrens Pastor & Pre School Worker - balance of an annual donation to pay for the salaries of two staff members.

BROADWATER PAROCHIAL CHURCH COUNCIL

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES				
Voluntary income				
Planned giving	**194,719**	-	**194,719**	198,078
Collection at services	**7,783**	-	**7,783**	7,319
Donations and appeals	**75,687**	-	**75,687**	51,382
Income tax recoverable	**44,450**	-	**44,450**	57,906
Grants	**91,435**	-	**91,435**	12,188
Legacies	**36,736**	-	**36,736**	20,222
	450,810	-	**450,810**	347,095
Activities for generating funds				
Room hire	**10,721**	-	**10,721**	13,111
Other	**519**	-	**519**	400
	11,240	-	**11,240**	13,511
Investment income				
Interest received and Rental income	**30,971**	-	**30,971**	33,220
Charitable activities				
Fees	**5,111**	-	**5,111**	7,224
Other income				
Other income	**686**	-	**686**	3,622
Total incoming resources	**498,818**	-	**498,818**	404,672
EXPENDITURE				
Charitable activities				
Missionary and charitable giving	**30,339**	-	**30,339**	21,824
Ministry costs	**144,412**	-	**144,412**	144,430
Church running expenses	**45,417**	-	**45,417**	101,967
Office salaries	**125,257**	-	**125,257**	106,471
Light and heat	**14,711**	-	**14,711**	18,644
Carried forward	**360,136**	-	**360,136**	393,336

BROADWATER PAROCHIAL CHURCH COUNCIL

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Charitable activities				
Brought forward	**360,136**	-	**360,136**	393,336
Maintenance, Security & Repair	**63,817**	-	**63,817**	63,252
Administration	**11,064**	-	**11,064**	6,244
Insurance	**7,277**	-	**7,277**	7,060
Depreciation	**-**	-	**-**	11,669
Obligations & subscriptions	**2,701**	-	**2,701**	1,348
St Mary's Re-Ordering	**476,921**	-	**476,921**	102,886
	921,916	-	**921,916**	585,795
Support costs				
Governance costs				
Accountancy and legal fees	**2,469**	-	**2,469**	2,412
Total resources expended	**924,385**	-	**924,385**	588,207
Net expenditure	**(425,567)**	-	**(425,567)**	(183,535)

This page does not form part of the statutory financial statements

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF BROADWATER WORTHIN

England & Wales - Charity number 1133987

Accounts

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

BROADWATER PAROCHIAL CHURCH COUNCIL

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

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BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report with the financial statements of the charity for the year ended 31 December 2020. 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).

1. ADMINISTRATIVE INFORMATION

The benefice of Broadwater is situated in the Northern part of the town of Worthing, and pre-dates the town. The parish is part of the Diocese of Chichester within the Church of England and has a population in excess of 20,000. The parish covers four sites - the Parish Centre, St Mary's Church; St Stephen's Café Church; and Queen Street Church.

The registered office and address for correspondence is:

Parish Office, Broadwater Parish Centre
117 Broadwater Road, Worthing
BN14 8HT Tel. 01903 823916
office@broadwaterparish.org
www.broadwaterparish.org.uk

PCC BANKERS
HSBC Bank PLC
1 Warwick Street
WORTHING
BN11 3DE

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
WEST MALLING
ME19 4JQ

LEGAL ADVISORS
Miller Parris Solicitors
3 Cricketers Parade
Broadwater Street West
WORTHING
BN14 8JB

Broadwater PCC Registered Charity No. 1133987.

2. PCC MEMBERSHIP

CLERGY

Team Rector	The Revd Gaz Daly
Team Vicar	The Revd Gary Neal

PARISH WARDENS Mr Dave Thompson (until October 2020)

	Mr Tony Ford
	Miss Katie Gould (from October 2020)

DEPUTY-WARDENS

St Mary's	Mrs Victoria Ludlow
	Mrs Debbie Attwood
St Stephen's	Mr Matthew Thorpe (until October 2020)
	Mr Barry Harris (until October 2020)
	Mrs Mary Stewart (from October 2020)
	Mr David House (from October 2020)
Queen Street	Mr David Peskett (until October 2020)
	Mrs Wendy Greenfield (until October 2020)
	Mr George Woollard (from October 2020)

DEANERY SYNOD

	Mrs Liz Farrow
	Mrs Barbara Cook
	Mrs Gillian Jewell (until October 2020)
	Mr Alastair Weller (until October 2020)

PCC REPRESENTATIVES

St Mary's	Mrs Patricia Stevens
	Mr Hugh Acland
St Stephen's	Mrs Joslyn Arnold (until October 2020)
	Mr John Whitehead (from October 2020)
Queen Street	Mrs Nicky Snowden (until October 2020)
	Mr Rod Ostler

PCC TREASURER	Mr Geoffrey Gair
PCC SECRETARY	Mr Andrew Rayner

3. STRUCTURE, GOVERNANCE AND MANAGEMENT

The PCC has responsibility for the running of the parish, but delegates much of its work to the Parish Leadership Team (comprising clergy, parish wardens, deputy wardens and treasurer), in particular all matters relating to the running of the individual churches. There are two churchwardens (known as parish wardens) and each church has two deputy wardens. All of these are ex-officio members of the PCC. The method of appointment of PCC members is set out in the Church Representation Rules and in the PCC Constitution. All Church attendees are encouraged to register on the Electoral Roll.

The PCC is responsible for a wide range of matters affecting the parish including health and safety, disability legislation and parish safeguarding policies. The PCC works to ensure that each member is equipped to fulfil their role. When new members join the PCC, they are given instructions as to their duties, privileges and responsibilities on behalf of the Chair and the Treasurer, and directed to the relevant provisions made by the Charity Commissioners, before being formally welcomed and inducted. In their capacity as trustees, members of the PCC are responsible for the stewardship of funds and for the appropriate accounting and reporting of the parish finances.

The PCC pays due regard to the published guidance from the Charity Commission on the operation of the Public Benefit requirement under the Charities Act 2006.

3.1. RELATED TRUSTS AND CHARITIES

Broadwater Outreach Trust (BOT) is a facility whereby church members can pay into the Trust such sums as they wish to give towards mission. This separate Charity was closed in 2020 with the PCC taking on responsibility through a separate Sub-Committee (The GO Team). The PCC aims to set aside 10% of 'Voluntary Giving' receipts (ie."Planned Giving Through The Bank" and "Collections At Services") to financially support their Mission Partners each year.

3.2. RISK ASSESSMENT

The PCC continues to assess major risks to which it might be exposed and procedures have been established to manage those risks.

4. OBJECTIVES AND ACTIVITIES

The primary objective of the PCC is to co-operate with the clergy in promoting the churches' whole mission in the parish for the benefit of the public, to share the Good News of the crucified and risen Christ as Lord and King, of sins forgiven and new life now and to come.

The PCC takes responsibility for work among children and young people in our parish, both in our own youth work and in co-operation with the work done in the schools and community. We wish to encourage more people to take part in this. The PCC is responsible for the parish Child Protection Policy.

The PCC takes responsibility for work among the new families who have made contact with us, through church services, small groups, and Alpha.

The PCC also supports a wide range of missionary and relief endeavours both abroad and in this country. Many members of our congregations are involved in Christian service of one sort or another and we would want to encourage this.

The PCC oversees the finances of the parish (see section 6).

St Mary's Church, our Parish Centre and the facilities at St Stephen's Café Church and Queen Street Church continue to fulfil an important role in parish and community life, with the parish office, and provision of rooms for hire by the community.

The church in Broadwater not only proclaims God's love for everyone but shows it in the care members express to each other and to others outside our congregations. The PCC is grateful for the unstinting efforts of its volunteers who are involved at every level in the activities of the parish.

The PCC encourages co-operation with churches in the deanery and with other denominations in the local area. The PCC recognises its role as part of the Diocese of Chichester and the wider Anglican Communion.

5. ACHIEVEMENTS AND PERFORMANCE

5.1. ELECTORAL ROLL

	April 2019	April 2020
TOTAL	**387**	**397**

5.2. ATTENDANCE AT SERVICES

		2019 Attendance			2020 Attendance		
	No. of services	**Adults**	**Children**	**Total**	Adults	Child	Total
St Mary's Church	4	249	51	**300**	95	29	124
St Stephen's Cafe Church	1	55	10	**65**	40	7	47
Queen Street Church	1	77	5	**82**	42	3	45
Queen Street Chinese Church	1	36	26	**62**	0	0	0
Total	7	**417**	**92**	**509**	177	39	216

The 2020 Attendance figures shown above have been significantly impacted by prolonged closure of the church during the COVID pandemic. The figures used for 2020 were based on a typical Sunday in October 2020 when a total of five services were permitted during COVID. Attendance at these services was also strictly limited in line with COVID social distancing requirements. Regular attendance figures will not be available until all COVID restrictions are eased and, this is not expected before the second half of 2021.

5.3. PCC MEETING ATTENDANCE

The full PCC met six times in 2020 during the year with an average attendance of 68%. The Parish Leadership Team met between meetings and minutes of their deliberations were received by the full PCC and discussed where necessary.

5.4. REVIEW OF ACTIVITIES

The strategy for the Parish as agreed by the PCC, is to be more aligned as 'One Church' operating across our three sites. Working together in our Ministry and Mission here in Worthing and with our newly formed GO Team (Global Mission) across the world.

Our Vision which was formed in 2018 continues to be 'Love In, Love Out and Love Up'. Working together in the name of Jesus for the revitalisation of the church in Worthing and for the transformation of lives. Linking to The Bible with Matthew 6:33 "Seek first His kingdom and His righteousness.

During the COVID season we have truly been one unified church and parish. New technology has been introduced enabling livestreaming of services from our St Mary's site, allowing us to communicate the gospel across the whole parish and beyond. Meetings, prayer times and Alpha courses have continued using Zoom applications and, the upskilling of many people using new technology for the first time.

We have continued to work with Christians Against Poverty during the year but, the Worthing Winter Night Shelter wasn't able to happen during COVID. We continue to work in our local primary and secondary schools providing assemblies and services within our church sites. A number of staff, clergy and volunteers are involved in many different ways within our schools, including our Rector being a Governor at the Broadwater primary school and at the St Andrews Church of England school.

Sadly, many of our outreach ministries such as 'Tots and Toddlers', 'Tea Time' and 'Messy Church' had to be paused during COVID lockdowns.

5.5 STAFFING

We are blessed with a dedicated staff team and, were joined by Natalie Pierce this year as maternity cover for Beth Hayes. The team is supported by our Verger Steve Jewell. Pastoral care is managed by Jacqui Marshall. Carl Coupar is our Children's Pastor, Andy Poole is our Youth & Worship Pastor and Andrew Downes continues as our Ordinand.

During the year we have been supported by retired clergy including Rev Bob Groves, Rev George Butterworth and Rev Lionel Whatley.

Many others work in a voluntary capacity to support our parish.

6.1 FINANCIAL REVIEW

A year impacted by Covid in which we saw regular 'Planned Giving' (Bank Standing Orders) & 'Collections at Services' fall for the fourth consecutive year to £205,397. The total income through all sources was £404,672 which illustrates that the Parish is reliant on other forms of income (i.e. donations, legacies, hall hire & property rental) to maintain services and deliver on the Parish vision.

All of our key expenditure requirements were met. The 'Parish Ministry Costs' of £144,430 to the Diocese for providing our Clergy, plus arrears from 2018 of £29,488 was the biggest cost. Non-clergy salaries totalling £106,471 were paid and no staff were furloughed during Covid.

Work on the Re-Ordering of St Mary's has been ongoing with a cost of £102,886 and other maintenance & repair costs to the roof at St Mary's and other Parish properties totalled £63,252. Upgrades to ageing and obsolete equipment (i.e. Audio & Visual) were required to deliver 'Live Stream' services and further spending in this area are required next year. Overall, expenditure came in at £588,208.

Expenditure of £588,208 exceeded Income of £404,672 by £183,535 reducing the 'Parish Reserves' or 'Net Assets' at the end of 2020 to £1,674,330. These Reserves can be broken down to £1,039,715 in Cash and £634,617 in Property. Parish property shown in the Accounts is valued at the initial purchase price, so its accounting value is low given that the real, tangible value is only realised on the sale of a property.

The cash Reserves of £1,039,715 appears high but, contained within this figure is "Restricted Funds" and monies already "Designated" for spending totalling £791,267. This includes £476,149 to complete the "Re-Ordering" of St Mary's project in 2021, £193,711 of Roger's legacy for "Youth Work", £61,100 for maintenance work identified in the Quinquennial report and, £48,712 to complete the Parish Audio & Visual equipment upgrades. This leaves our actual unrestricted cash Reserves at the end of 2020 to be £248,448.

Looking ahead, I have forecast that expenditure will exceed income by £650k in 2021. This includes the £476k to complete the Re-Ordering project, £144k to the Diocese for our Clergy and, £120k on staff team salaries as the team builds to serve the community. More investment will also be made in maintaining our church buildings & improving equipment across the Parish to serve the community. We are also committed to our Mission Partners at home and abroad, with an aim to tithe 10% of 'Planned Giving' to financially support God's calling on their lives. If we do not see an upturn in 'Planned Giving' in 2021, I have forecast a further drop in our 'Unrestricted Cash Reserves' by £60k from £248k at the end of 2020 to £188k by the end of 2021.

This level of 'Unrestricted Cash Reserves' is in line with our PCC Finance policy to maintain a minimum of three months regular expenditure. However, if regular 'Planned Giving' continues to decline, we will become more reliant on other forms of giving (e.g., legacy, appeals, hall hire, property rental etc) to further grow our vision in the community and to future proof the fabric of our church.

As "One Church", we are in a good financial position at this point in time, strengthened by donations, previous legacy receipts & property ownership. Financial resources are for the PCC Trustees to use considerately & prayerfully to benefit the whole Parish & our Missionary aims.

Reserves Policy

The PCC's reserve policy is to hold a minimum of three months of planned expenditure as 'Unrestricted Cash Reserves'. This is to ensure continued financial security, provide for unforeseen contingencies and, to maintain cash flow for the provision of Clergy and for staff salaries.

Should 'Unrestricted Cash Reserves' exceed six months of running costs the PCC will develop a clear plan for the surplus, identifying a proposed spending plan and timescales.

It is PCC policy to invest temporary surplus funds with the CBF Church of England Deposit Fund. On occasion when it is known that the funds cannot be spent for six or twelve months the PCC will consider whether another institution would produce a better rate of return.

As well as holding the above reserves, from time to time the PCC receives legacies. We aim to spend such money as soon as possible after receiving the legacy.

6.2. THE YEAR AHEAD (2021)

We are hoping to open up each of our church sites for services by the middle of 2021, but this will be dependent on Government and Diocesan guidance. We also hope to re-open many of our ministries to the local community. We have appointed a new Children's Minister (for the Under 5's) who will start in March 2021. Until churches fully re-open, we will continue to Live-Stream our services.

7. PAROCHIAL CHURCH COUNCIL RESPONSIBILITIES

Company Law and Charity Law require the PCC 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 surplus or deficit for that period. In preparing those financial statements, the PCC are required to:

o Select appropriate accounting policies and then apply them consistently;
o Make judgements and estimates that are reasonable and prudent;
o State whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements; and
o Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The PCC are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position and to enable them to ensure that the financial statements comply with the Charities Act 1993.

The PCC are also responsible for ensuring that the charity maintains an adequate system of internal control designed to provide reasonable assurance that assets are safeguarded against material loss or unauthorised use and to prevent fraud and other irregularities.

8. STATEMENT OF DISCLOSURE OF INFORMATION TO INDEPENDENT EXAMINER

So far as the PCC are aware, there is not relevant information of which the charity's independent examiners are unaware, and they have taken all the steps that they ought to have taken as trustees in order to make themselves aware of any relevant information and to establish that the PCC's independent examiners are aware of that information.

9. INDEPENDENT EXAMINER

A proposal to re-appoint Acuity Professional Partnership LLP or, to use a local Independent Examiner will be put before the charity's next APCM.

STRUCTURE, GOVERNANCE AND MANAGEMENT

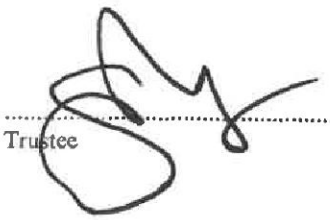
Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Independent examiner
Acuity Professional Partnership LLP
Unit 2.02, High Weald House
Glovers End
Bexhill
East Sussex
TN39 5ES

Approved by order of the board of trustees on 12th May 2021 and signed on its behalf by:



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Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF BROADWATER PAROCHIAL CHURCH COUNCIL

Independent examiner's report to the trustees of Broadwater Parochial Church Council
I report to the charity trustees on my examination of the accounts of Broadwater Parochial Church Council (the Trust) for the year ended 31 December 2020.

Responsibilities and basis of report
As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement
Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of _ which is one of the listed bodies.

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

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

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

Rachel Taylor FCA
Acuity Professional Partnership LLP
Unit 2.02
High Weald House
Glovers End
Bexhill
East Sussex
TN39 5ES

Date: 13/05/2021

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds £	Restricted funds £	2020 Total funds £	2019 Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM					
Voluntary income	2	**347,095**	-	**347,095**	822,632
Charitable activities	5				
Church Activities		**7,224**	-	**7,224**	7,807
Activities for generating funds	3	**13,511**	-	**13,511**	35,040
Investment income	4	**33,220**	-	**33,220**	10,940
Other income		**3,622**	-	**3,622**	8,293
Total		**404,672**	-	**404,672**	884,712
EXPENDITURE ON					
Charitable activities	6				
Church Activities		**588,207**	-	**588,207**	465,262
NET INCOME/(EXPENDITURE)		**(183,535)**	-	**(183,535)**	419,450
Transfers between funds	13	**123,081**	**(123,081)**	**-**	1
Net movement in funds		**(60,454)**	**(123,081)**	**(183,535)**	419,451
RECONCILIATION OF FUNDS					
Total funds brought forward		**1,057,039**	**800,826**	**1,857,865**	1,438,414
TOTAL FUNDS CARRIED FORWARD		**996,585**	**677,745**	**1,674,330**	1,857,865

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2020

	Notes	Unrestricted funds £	Restricted funds £	2020 Total funds £	2019 Total funds £
FIXED ASSETS					
Tangible assets	10	**634,617**	-	**634,617**	646,286
CURRENT ASSETS					
Investments	11	**149,086**	**677,745**	**826,831**	1,065,412
Cash at bank		**212,884**	-	**212,884**	151,627
		361,970	**677,745**	**1,039,715**	1,217,039
CREDITORS					
Amounts falling due within one year	12	**(2)**	-	**(2)**	(5,460)
NET CURRENT ASSETS		**361,968**	**677,745**	**1,039,713**	1,211,579
TOTAL ASSETS LESS CURRENT LIABILITIES		**996,585**	**677,745**	**1,674,330**	1,857,865
NET ASSETS		**996,585**	**677,745**	**1,674,330**	1,857,865

The notes form part of these financial statements

continued...

STATEMENT OF FINANCIAL POSITION - continued
31 DECEMBER 2020

	13		
FUNDS			
Unrestricted funds:			
Unrestricted - General		**882,678**	922,039
Designated - Quinquennial and Audio/Visual		**113,907**	135,000
		996,585	1,057,039
Restricted funds:			
Restricted - St Mary's Re-ordering		**476,534**	562,482
Restricted - Parish Youth Work		**193,711**	238,344
Restricted - Childrens Pastor Salary		**7,500**	-
		677,745	800,826
TOTAL FUNDS		**1,674,330**	1,857,865

The financial statements were approved by the Board of Trustees and authorised for issue on 12th May 2021 and were signed on its behalf by:

.....
Trustee

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	2019 £
Cash flows from operating activities			
Cash generated from operations	1	**(225,835)**	429,554
Net cash (used in)/provided by operating activities		**(225,835)**	429,554
Cash flows from investing activities			
Other expenses		**-**	(11,493)
Other income		**3,622**	8,293
Depreciation		**11,669**	-
Withdrawals from deposit accounts		**238,581**	-
Sale/(purchase) of investments		**-**	(1,003,543)
Interest received		**33,220**	10,940
Net cash provided by/(used in) investing activities		**287,092**	(995,803)
Change in cash and cash equivalents in the reporting period		**61,257**	(566,249)
Cash and cash equivalents at the beginning of the reporting period		**151,627**	717,876
Cash and cash equivalents at the end of the reporting period		**212,884**	151,627

The notes form part of these financial statements

NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2020

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	**(183,535)**	419,450
Adjustments for:		
Profit on disposal of fixed assets	**(3,622)**	(8,293)
Interest received	**(33,220)**	(10,940)
Decrease in debtors	**-**	60,026
Decrease in creditors	**(5,458)**	(30,689)
Net cash (used in)/provided by operations	**(225,835)**	429,554

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.20 £	Cash flow £	At 31.12.20 £
Net cash			
Cash at bank and in hand	**151,627**	**61,257**	**212,884**
	151,627	**61,257**	**212,884**
Liquid resources			
Deposits included in cash	**-**	**-**	**-**
Current asset investments	**1,065,412**	**(238,581)**	**826,831**
	1,065,412	**(238,581)**	**826,831**
Total	**1,217,039**	**(177,324)**	**1,039,715**

The notes form part of these financial statements

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the FRS 102 Charities SORP.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets.

FUND ACCOUNTING

General funds represent the funds of the Parochial Church Council (PCC) that are not subject to any restrictions regarding their use and which are available for application for the general purposes of the PCC.

Funds designated for a particular purpose by the PCC are also unrestricted.

Restricted funds represent (a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest, and (b) donations or grants received for a specific object or requested by the PCC for a specific object. The funds may only be expended on the specific object for which they are given. Any balance remaining unspent at the end of the year must be carried forward as a balance on that fund. The PCC does not usually invest separately for each fund.

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 the accounts of church groups of informal gatherings of church members.

INCOMING RESOURCES

Voluntary income and capital sources

- Collections are recognised when received by or on behalf of the PCC.
- Planned giving receivable under covenant is recognised only when received
- Income tax recoverable on covenants or gift aid donations is recognised when the income is received.
- Grants and Legacies to the PCC are accounted for as soon as the amount due is received.
- Funds raised by the fete, garden party and similar events are accounted for gross.
- Sales of books and magazines from the church bookstall are accounted for gross.

Other ordinary income

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

Income from investments

Dividends and interest are accounted for when received. Tax recoverable on such income is recognised in the same accounting year.

RESOURCES EXPENDED

All expenditure is accounted for on an accruals basis and has been listed under headings that aggregate all the costs related to that activity. Where costs cannot be directly attributed they are allocated to activities on a basis consistent with the use of resources.

Overheads and salaries are allocated between expense headings on the basis of time spent.

Costs of generating voluntary income comprise the costs associated with attracting voluntary income.

continued...

1. ACCOUNTING POLICIES - continued

RESOURCES EXPENDED

Fundraising trading costs comprise the costs of trading for fundraising purposes.

Church Activities includes those costs incurred by the PCC in the delivery of its objectives and services for the benefit of the parish. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs are those incurred in connection with the management of PCC's organisational administration and compliance with the constitutional and statutory requirements.

TRANSFER
The Parochial Church Council are permitted to make transfers to correct shortfalls or mis-allocations between funds

TAXATION
The charity is exempt from tax on its charitable activities.

FINANCIAL INSTRUMENT
The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognized in the charity balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Basic financial liabilities

continued...

1. ACCOUNTING POLICIES - continued

FINANCIAL INSTRUMENT

Basic financial liabilities, including creditors, bank loans and loans from fellow group charities that are classified as debt, are initially recognized at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payment discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

2. VOLUNTARY INCOME

	Unrestricted funds	Restricted funds	2020 Total funds	2019 Total funds
	£	£	£	£
Planned giving	198,078	-	198,078	186,200
Collection at services	7,319	-	7,319	31,402
Donations and appeals	51,382	-	51,382	31,174
Income tax recoverable	57,906	-	57,906	29,368
Grants	12,188	-	12,188	-
Legacies	20,222	-	20,222	544,488
	347,095	-	347,095	822,632

3. ACTIVITIES FOR GENERATING FUNDS

	Unrestricted funds	Restricted funds	2020 Total funds	2019 Total funds
	£	£	£	£
Room hire	13,111	-	13,111	34,995
Other	400	-	400	45
	13,511	-	13,511	35,040

continued...

4. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	2020 Total funds £	2019 Total funds £
Interest received and Rental income	33,220	-	33,220	10,940

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2020 £	2019 £
Fees	Church Activities	7,224	7,807

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Church Activities	585,795	2,412	588,207

7. SUPPORT COSTS

	Governance costs £
Church Activities	2,412

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

continued...

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES FROM			
Voluntary income	822,632	-	822,632
Charitable activities			
Church Activities	7,807	-	7,807
Activities for generating funds	35,040	-	35,040
Investment income	10,940	-	10,940
Other income	8,293	-	8,293
Total	884,712	-	884,712
EXPENDITURE ON			
Charitable activities			
Church Activities	465,262	-	465,262
NET INCOME	419,450	-	419,450
Transfers between funds	62,809	(62,808)	1
Net movement in funds	482,259	(62,808)	419,451
RECONCILIATION OF FUNDS			
Total funds brought forward	574,780	863,634	1,438,414
TOTAL FUNDS CARRIED FORWARD	1,057,039	800,826	1,857,865

continued...

10. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Moveable church furnishings £	Equipment £	Totals £
Cost					
At 1 January 2020 and 31 December 2020	**634,617**	**1,291**	**74,426**	**29,695**	**740,029**
Depreciation					
At 1 January 2020	-	**1,291**	**62,757**	**29,695**	**93,743**
Charge for year	-	-	**11,669**	-	**11,669**
At 31 December 2020	-	**1,291**	**74,426**	**29,695**	**105,412**
Net book value					
At 31 December 2020	**634,617**	-	-	-	**634,617**
At 31 December 2019	634,617	-	11,669	-	646,286

Freehold land and property		£	£
Freehold land			
Rear of Queen Street			16,057
Freehold property			
Broadwater centre	1987		140,682
Clergy houses			
67 Normandy Road	1995	93,804	
37 Angola Road	1997	145,698	
53 Lavington Road	2008	238,376	477,878
TOTAL			634,617

53 Lavington Road represents a 68% ownership obtained through an equity share agreement with the Diocese. The original purchase price of this property was £350,000.

continued...

11. CURRENT ASSET INVESTMENTS

	2020	2019
	£	£
Fixed Rate Interest Deposits	826,831	1,065,412

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Other creditors	2	5,460

13. MOVEMENT IN FUNDS

	At 1.1.20	Net movement in funds	Transfers between funds	At 31.12.20
	£	£	£	£
Unrestricted funds				
Unrestricted - General	922,039	(183,535)	144,174	882,678
Designated - Quinquennial and Audio/Visual	135,000	-	(21,093)	113,907
	1,057,039	(183,535)	123,081	996,585
Restricted funds				
Restricted - St Mary's Re-ordering	562,482	-	(85,948)	476,534
Restricted - Parish Youth Work	238,344	-	(44,633)	193,711
Restricted - Childrens Pastor Salary	-	-	7,500	7,500
	800,826	-	(123,081)	677,745
TOTAL FUNDS	1,857,865	(183,535)	-	1,674,330

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
Unrestricted - General	404,672	(588,207)	(183,535)
TOTAL FUNDS	404,672	(588,207)	(183,535)

continued...

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	Transfers between funds £	At 31.12.19 £
Unrestricted funds				
Unrestricted - General	549,740	419,450	(47,151)	922,039
Designated - Quinquennial and Audio/Visual	25,040	-	109,960	135,000
	574,780	419,450	62,809	1,057,039
Restricted funds				
Restricted - St Mary's Re-ordering	314,546	-	247,936	562,482
Restricted - PCC Queen Street Land	16,057	-	(16,057)	-
Restricted - PCC Hosanna Team Vicar's House	125,828	-	(125,828)	-
Restricted - St Stephens Rewire fund	807	-	(807)	-
Restricted - St Stephens Children fund	71	-	(71)	-
Restricted - St Stephens BAK Fund	220	-	(220)	-
Restricted - St Stephens Green Hills Trust	317	-	(317)	-
Restricted - St Stephens RL Fund	1,091	-	(1,091)	-
Restricted - Queen Street Youth Work	1,214	-	(1,214)	-
Restricted - St Mary's Our Space	956	-	(956)	-
Restricted - St Stephens ABC fund	187	-	(187)	-
Restricted - St Stephens All Branch fund	520	-	(520)	-
Restricted - St Stephens Messy Church fund	509	-	(509)	-
Restricted - St Stephens RG fund	900	-	(900)	-
Restricted - Parish Youth Work	411	-	237,933	238,344
Restricted - St Mary's Reordering Fund	400,000	-	(400,000)	-
	863,634	-	(62,808)	800,826
TOTAL FUNDS	1,438,414	419,450	1	1,857,865

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	884,712	(465,262)	419,450
TOTAL FUNDS	884,712	(465,262)	419,450

continued...

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.19 £	Net movement in funds £	Transfers between funds £	At 31.12.20 £
Unrestricted funds				
Unrestricted - General	549,740	235,915	97,023	882,678
Designated - Quinquennial and Audio/Visual	25,040	-	88,867	113,907
	574,780	235,915	185,890	996,585
Restricted funds				
Restricted - St Mary's Re-ordering	314,546	-	161,988	476,534
Restricted - PCC Queen Street Land	16,057	-	(16,057)	-
Restricted - PCC Hosanna Team Vicar's House	125,828	-	(125,828)	-
Restricted - St Stephens Rewire fund	807	-	(807)	-
Restricted - St Stephens Children fund	71	-	(71)	-
Restricted - St Stephens BAK Fund	220	-	(220)	-
Restricted - St Stephens Green Hills Trust	317	-	(317)	-
Restricted - St Stephens RL Fund	1,091	-	(1,091)	-
Restricted - Queen Street Youth Work	1,214	-	(1,214)	-
Restricted - St Mary's Our Space	956	-	(956)	-
Restricted - St Stephens ABC fund	187	-	(187)	-
Restricted - St Stephens All Branch fund	520	-	(520)	-
Restricted - St Stephens Messy Church fund	509	-	(509)	-
Restricted - St Stephens RG fund	900	-	(900)	-
Restricted - Parish Youth Work	411	-	193,300	193,711
Restricted - St Mary's Reordering Fund	400,000	-	(400,000)	-
Restricted - Childrens Pastor Salary	-	-	7,500	7,500
	863,634	-	(185,889)	677,745
TOTAL FUNDS	1,438,414	235,915	1	1,674,330

continued...

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted - General	1,289,384	(1,053,469)	235,915
TOTAL FUNDS	1,289,384	(1,053,469)	235,915

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2020.

15. PURPOSE OF FUNDS

Designated funds

Audio Visual Project - upgrading of sound and visual equipment at St Mary's and the Parish.

Quinquennial Fund - maintenance work required on St Mary's Parish Church.

St Stephens Cafe Church - various social and community activities.

Restricted funds

St Mary's Re-ordering - to fund the re-ordering of St Mary's church i.e. the development of the building and fabric to better meet the current and future needs of the church and local community.

Youth Work - a legacy received in 2019 'for Youth Work and for the payment of the salary of a Youth Worker'

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

	Unrestricted funds £	Restricted funds £	2020 Total funds £	2019 Total funds £
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES				
Voluntary income				
Planned giving	**198,078**	-	**198,078**	186,200
Collection at services	**7,319**	-	**7,319**	31,402
Donations and appeals	**51,382**	-	**51,382**	31,174
Income tax recoverable	**57,906**	-	**57,906**	29,368
Grants	**12,188**	-	**12,188**	-
Legacies	**20,222**	-	**20,222**	544,488
	347,095	-	**347,095**	822,632
Activities for generating funds				
Room hire	**13,111**	-	**13,111**	34,995
Other	**400**	-	**400**	45
	13,511	-	**13,511**	35,040
Investment income				
Interest received and Rental income	**33,220**	-	**33,220**	10,940
Charitable activities				
Fees	**7,224**	-	**7,224**	7,807
Other income				
Other income	**3,622**	-	**3,622**	8,293
Total incoming resources	**404,672**	-	**404,672**	884,712
EXPENDITURE				
Charitable activities				
Missionary and charitable giving	**21,824**	-	**21,824**	14,689
Ministry costs	**144,430**	-	**144,430**	158,000
Church running expenses	**101,967**	-	**101,967**	112,325
Office salaries	**106,471**	-	**106,471**	86,903
Carried forward	**374,692**	-	**374,692**	371,917

BROADWATER PAROCHIAL CHURCH COUNCIL

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	Unrestricted funds £	Restricted funds £	2020 Total funds £	2019 Total funds £
Charitable activities				
Brought forward	**374,692**	-	**374,692**	371,917
Light and heat	**18,644**	-	**18,644**	28,807
Maintenance, Security & Repair	**63,252**	-	**63,252**	14,581
Administration	**6,244**	-	**6,244**	5,800
Insurance	**7,060**	-	**7,060**	5,337
Cleaning	-	-	-	85
Depreciation	**11,669**	-	**11,669**	15,755
Obligations & subscriptions	**1,348**	-	**1,348**	4,060
Training staff	-	-	-	84
St Mary's Re-Ordering	**102,886**	-	**102,886**	-
	585,795	-	**585,795**	446,426
Support costs				
Governance costs				
Accountancy and legal fees	**2,412**	-	**2,412**	18,836
Total resources expended	**588,207**	-	**588,207**	465,262
Net income/(expenditure)	**(183,535)**	-	**(183,535)**	419,450

This page does not form part of the statutory financial statements