

BROADWATER PAROCHIAL CHURCH COUNCIL
REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

BROADWATER PAROCHIAL CHURCH COUNCIL

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Page
Report of the Trustees	1 to 8
Independent Examiner's Report	9
Statement of Financial Activities	10
Statement of Financial Position	11
Statement of Cash Flows	12
Notes to the Statement of Cash Flows	13
Notes to the Financial Statements	14 to 22
Detailed Statement of Financial Activities	23 to 24

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.

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

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)
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PARISH WARDENS	Mr Andrew Rayner Miss Katie Gould
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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 Whitchhead
Mrs Patricia Stevens

PCC REPRESENTATIVES

St Mary's	Mrs Trish Westram Mrs Tusa Clark Mr Samuel Gnanaratnam
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PCC TREASURER	Mr Geoffrey Gair
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PCC SECRETARY	Miss Kate Greenfield
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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

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

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.

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

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 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.
- 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.

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

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

	No. of services	2021 Attendance			2022 Attendance		
		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.

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

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

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

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

BROADWATER PAROCHIAL CHURCH COUNCIL

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2022

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:


.....
Trustee **REVD G.J. DALY**

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 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					
Church Activities	6	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

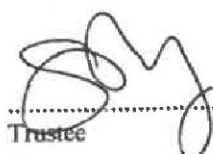
The notes form part of these financial statements

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
		<u>710,761</u>	<u>194,383</u>	<u>905,144</u>	<u>614,148</u>
CREDITORS					
Amounts falling due within one year	11	(2)	-	(2)	(2)
NET CURRENT ASSETS		<u>710,759</u>	<u>194,383</u>	<u>905,142</u>	<u>614,146</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,107,000</u>	<u>194,383</u>	<u>1,301,383</u>	<u>1,248,763</u>
NET ASSETS		<u>1,107,000</u>	<u>194,383</u>	<u>1,301,383</u>	<u>1,248,763</u>
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	-
				<u>1,107,000</u>	<u>959,624</u>
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
				<u>194,383</u>	<u>289,139</u>
TOTAL FUNDS				<u>1,301,383</u>	<u>1,248,763</u>

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:

 REV D 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		<u>(141,271)</u>	<u>(457,224)</u>
 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		<u>432,267</u>	<u>858,488</u>
 Change in cash and cash equivalents in the reporting period		<u>290,996</u>	<u>401,264</u>
Cash and cash equivalents at the beginning of the reporting period		<u>614,148</u>	<u>212,884</u>
Cash and cash equivalents at the end of the reporting period		<u><u>905,144</u></u>	<u><u>614,148</u></u>

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL**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	<u>(141,271)</u>	<u>(457,224)</u>

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
	<u>614,148</u>	<u>290,996</u>	<u>905,144</u>
Total	<u>614,148</u>	<u>290,996</u>	<u>905,144</u>

The notes form part of these financial statements

BROADWATER PAROCHIAL CHURCH COUNCIL

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

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements 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.

BROADWATER PAROCHIAL CHURCH COUNCIL

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

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.

BROADWATER PAROCHIAL CHURCH COUNCIL**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022****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
	<u>347,630</u>	<u>-</u>	<u>347,630</u>	<u>450,810</u>

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
	<u>20,012</u>	<u>-</u>	<u>20,012</u>	<u>11,240</u>

4. INVESTMENT INCOME

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

BROADWATER PAROCHIAL CHURCH COUNCIL**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022****5. INCOME FROM CHARITABLE ACTIVITIES**

	Activity	2022 £	2021 £
Fees	Church Activities	<u>9,429</u>	<u>5,111</u>

6. CHARITABLE ACTIVITIES COSTS

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

7. SUPPORT COSTS

	Governance costs £
Charitable activities	<u>3,546</u>

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	<u>686</u>	<u>-</u>	<u>686</u>
Total	<u>498,818</u>	<u>-</u>	<u>498,818</u>

EXPENDITURE ON

BROADWATER PAROCHIAL CHURCH COUNCIL

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

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	<u>959,624</u>	<u>289,139</u>	<u>1,248,763</u>

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	<u>396,241</u>	<u>1,291</u>	<u>74,426</u>	<u>29,695</u>	<u>501,653</u>
Depreciation					
At 1 January 2022 and 31 December 2022	-	1,291	74,426	29,695	105,412
Net book value					
At 31 December 2022	<u>396,241</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>396,241</u>
At 31 December 2021	<u>634,617</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>634,617</u>

BROADWATER PAROCHIAL CHURCH COUNCIL

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

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

BROADWATER PAROCHIAL CHURCH COUNCIL

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

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	<u>570,962</u>	<u>(518,342)</u>	<u>52,620</u>

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
	<u>996,585</u>	<u>(425,567)</u>	<u>388,606</u>	<u>959,624</u>
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
	<u>677,745</u>	<u>-</u>	<u>(388,606)</u>	<u>289,139</u>
TOTAL FUNDS	<u>1,674,330</u>	<u>(425,567)</u>	<u>-</u>	<u>1,248,763</u>

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	<u>498,818</u>	<u>(924,385)</u>	<u>(425,567)</u>

BROADWATER PAROCHIAL CHURCH COUNCIL**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022****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
	<u>996,585</u>	<u>(372,947)</u>	<u>483,362</u>	<u>1,107,000</u>
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
	<u>677,745</u>	<u>-</u>	<u>(483,362)</u>	<u>194,383</u>
TOTAL FUNDS	<u>1,674,330</u>	<u>(372,947)</u>	<u>-</u>	<u>1,301,383</u>

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)
	<u>1,069,780</u>	<u>(1,442,727)</u>	<u>(372,947)</u>
TOTAL FUNDS	<u>1,069,780</u>	<u>(1,442,727)</u>	<u>(372,947)</u>

13. RELATED PARTY DISCLOSURES

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

BROADWATER PAROCHIAL CHURCH COUNCIL

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

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.

BROADWATER PAROCHIAL CHURCH COUNCIL**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
	<u>347,630</u>	<u>-</u>	<u>347,630</u>	<u>450,810</u>
Activities for generating funds				
Room hire	20,012	-	20,012	10,721
Other	-	-	-	519
	<u>20,012</u>	<u>-</u>	<u>20,012</u>	<u>11,240</u>
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	-
	<u>174,619</u>	<u>-</u>	<u>174,619</u>	<u>686</u>
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

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 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
	<u>514,796</u>	<u>-</u>	<u>514,796</u>	<u>921,916</u>
Support costs				
Governance costs				
Accountancy and legal fees	3,546	-	3,546	2,469
	<u>518,342</u>	<u>-</u>	<u>518,342</u>	<u>924,385</u>
Total resources expended				
	<u>52,620</u>	<u>-</u>	<u>52,620</u>	<u>(425,567)</u>
Net expenditure				

This page does not form part of the statutory financial statements