

TRUSTEES ANNUAL REPORT FOR THE YEAR ENDED 31 AUGUST 2020

1. Objectives and Activities

Our Calling as the Methodist Church Nottingham & District is to respond to the gospel of God's love in Christ and to live out our discipleship in worship and mission, doing this through Evangelism, Worship, Service, Learning and Caring.

2. Achievements and performance

The Covid Pandemic has had obvious implications on our plans and achievements.

The District has tried to engage with churches and circuits to provide a wider mission to society and to develop whole life discipleship by:

Offering support and help during the pandemic

Supporting radical hospitality;

Encouraging passionate worship;

Resourcing intentional faith development;

Supporting, encouraging and resourcing, risk taking mission and service;

Engaging in and supporting extravagant generosity

2.1 Plans for future years

The District will enable every circuit and church to write and implement a living mission plan to be rooted in God and growing naturally in courage and life. Our priorities are set out below:

A Evangelism To make more followers of Jesus Christ.

Over the next five years we will resource Circuits to increase the number of disciples (church members) with the number of new members outweighing natural loss in churches and circuits through varying styles of evangelism, pioneer ministry, new places for new people, fresh expressions and church planting.

In 2020/2021 we will:

1. Resource innovative digital evangelism.
2. Enable new places for new people.
3. Help existing churches experiment with fresh expressions of church.
4. Organise missions within the District and identify potential evangelists of all ages to take part.
5. Support and grow existing team of young evangelists.
6. Promote an invitational mindset partnering with the National Weekend of Invitation, and build confidence to talk naturally of God using resources from the Connexion and other organisations.
7. Support opportunities to reach out into new housing areas.

B Worship To increase awareness of God's presence and to celebrate God's love.

We will enable people to be centred on God.

In 2020/2021 we will

1. Resource diverse styles and opportunities for passionate worship.
2. Organise District worship and Bible events that help people be centred in God.
3. Encourage worship as a way of life.
4. Promote daily acts of worship.
5. Promote youth led worship around the District.

C Service *To be a good neighbour to people in need and to challenge injustice.*

We will challenge circuits to align themselves with the Mission of God by being outward looking in their communities, building on the biblical connection between evangelism and social justice, to serve needs around them, and to seek justice.

In 2020/2021 we will

1. Promote partnership models of community engagement.
2. Work alongside people experiencing poverty and on the margins for the wellbeing of society.
3. Set up a District Global Partnership Group, using experience and gifts from the World Church, to promote diversity and understanding in the District.

D Learning and Caring *To help people to grow and learn as Christians, through mutual support and care.*

Together with the Learning Network we will resource circuits to nurture an attitude of intentional faith development across the District.

In 2020/2021 we will

1. Promote the Methodist way of life;
2. Commit to wellbeing and equip our churches to put into practice the mental health manifesto;
3. Promote and resource whole life discipleship courses;
4. Resource creative ways of developing spirituality and engaging with the Bible;
5. Promote safeguarding good practice and host and resource a District Safeguarding Conference.
6. Provide funding for discipleship and leadership development for children and young people.
7. Encourage and equip churches to identify new local preachers and worship leaders in the District through the production of publicity material and the organising of a District Vocations Day.
8. Organise District Vocations Consultations.

We will underpin the whole policy with the practices of radical hospitality, passionate worship, intentional faith development, risk-taking mission and service, and extravagant generosity throughout the District.

Key Working Practices

We will ensure that:

1. Appropriate staff have been and will be appointed to resource and implement the District Policy.
2. Safeguarding policies and practices permeate all areas of District life.
3. Model and promote policies and practices that encourage human flourishing.
4. The Learning Network is a resource for the life of the District.
5. Ecumenical partnership is encouraged and facilitated wherever possible.
6. Ministerial Development Review, Supervision, and Spiritual Accompaniment is embedded in the District.
7. Equality, diversity and inclusion informs our practice.
8. There is representation and participation within the District from the World Church and those with World Church experience.
9. Finance and resources are in place to enable the vision of the Policy.

10. Circuits and churches are enabled to develop their own Mission Plans.
11. The District Media Team is enhanced and that we develop our communication, including the sharing of good news stories.
12. Every church and circuit review its finances and its property portfolio in line with its review of mission considering where personnel, property and finance resources are needed or where existing resources might be released for other parts of God's work.

We will delegate to the District Executive responsibility to oversee the above Policy and to ensure we model, resource and bless the direction in which we move.

We encourage everyone in the District to take account of and to be guided by this District Development Plan.

We will underpin the whole policy with the practices of radical hospitality, passionate worship, intentional faith development, risk-taking mission and service, and extravagant generosity throughout the District.

Specific Priorities of the District

Children and Young People

- Following pandemic re-establish times of fellowship and worship for young people (8-23)
- Encourage vocational discernment for young people
- Support/promote/deliver 3Generate365
- Ministry Development, training/resourcing/support of engaged in children's and youth ministry
- Safeguarding: creating workable safe policies for engagement with young people

Ecumenical

- Encourage cooperation with other denominations wherever possible
- Support and encourage LEPs and other ecumenical initiatives throughout the District
- Promote an ecumenical mind-set amongst churches and circuits
- Support Steering Groups for Churches Together in Nottinghamshire and Derbyshire
- Undertake/support LEP reviews (where due)

Equality, Diversity and Inclusion

- Continue development of EDI Team
- Develop/Promote EDI Toolkit
- Support circuits in unconscious bias training

Finance

- Support Circuits through pandemic

Grants

- Two funds: District Advance Fund (DAF) and the Mission Fund (MF)
- Apply criteria for DAF projects as per guidelines on District website

- MF is for targeted mission/evangelism projects including
 - Church at the Margins
 - Young evangelists
 - Digital presence
- Mission Fund Bursaries
- New Places New People (up to £1000 low cost/high impact projects)

Lay Employment

- Review all lay employment job descriptions/contracts
- Advice in all lay employment matters
- Maintain Lay Employment Register

Learning Network

- Continue to equip and resource the Church through a wide range of contextually relevant learning and development opportunities
- Support circuits in being places of lifelong learning and sharing
- Aligned Learning Network officer to continue to support Circuits

Media

- Continue to develop online presence
- Maintain/develop district website
- Showcase 'Good News' stories from around the District
- Promote/develop new District identity (logo etc)
- Develop use of online platforms for meetings

Methodist Women in Britain

- Explore alternative venues for tow District Days of Fellowship
- Install new President
- Support each other in these times

Ministerial Learning and Development Group

- Reflect on Connexional, District and other developments and opportunities in relation to ordained ministry
- Be mindful of both the opportunities and the demands of ministry
- Promote learning, development and wellbeing for the ministers stationed in the District
- Develop plans for the next biennial 48-hour ministerial retreat 2022

Mission Development

- Using God for All seek to build confidence and courage across church in evangelism and disciple building
- Being alongside circuits and churches through vision days or mission planning
- Help facilitate mission planning in Circuits

- Encourage engagement with “Thy Kingdom Come”
- With Michael Harvey mentor and challenge churches to be invitational
- Young Evangelists and Pioneers Scheme

Probationers

- For our probationers
 - Develop the skills, gifts and the habits of ministry
 - Help model lifelong learning and reflective ministry which is mission-shaped
 - Pay proper attention to spirituality, physical health, ministerial work-life balance and wellbeing

Property

- Enable circuits to develop Mission plans, including community survey, outreach and property review

Safeguarding

- Remodelling the plan for Safeguarding training
- Online training for trainers for the Foundation Module 2020
- (When available) online training for trainers for the Advanced Module 2020
- Advanced training administration
- Responding to Independent Inquiry into Child Sexual Abuse in religious organisations due in Summer 2021
- Recruitment to District Safeguarding Group
- DSG to develop new 3 year plan for Safeguarding
- Hold Safeguarding Conference on Mental Health in Spring 2021

Worship Leaders and Local Preachers

- Recruit a volunteer District LP Tutor
- Improve the Annual Return Form to enable helpful connections and help meet local needs
- Encourage the Circuit LP secretaries and hold a symposium to help us all fulfil our roles
- Make contact and engage with our neighbouring Circuits around our District perimeter
- Move the Book of Remembrance online

Ways of working in the District

- Review/develop systems of communication with Continue to develop online presence ministers, lay staff, circuits and churches
- Increased use of social media: reach wider audience/keep people more informed
- Regular review of working together as District team
- Further development of Rivergreen Methodist Hub as a centre for outreach, mission and worship (also District office)

The trustees confirm that they have referred to the guidance contained in the Charity Commission’s general guidance on public benefit when reviewing their aims and objectives and in planning future activities and the development of the District.

3. Financial Review

3.1 Investment policy and performance

To comply with Methodist Standing Orders, moneys for long time investment are lodged with the Trustees for Methodist Church Purposes (TMCP). TMCP acts as custodian trustee for all real estate held by Districts and for all large (over 20k) bequests and for the proceeds of sale of any property formerly owned by the District. These sums are invested in unitized investments or held on deposit. The investment returns are close to tracking the movements in the FTSE 100 index. The deposit income mirrors the deposit rates available elsewhere. The Nottingham & Derby District Trustees' investment policy is aligned with that of the Central Finance Board of the Methodist Church (CFB) and TMCP because these organisations take into consideration the social, environmental and ethical considerations, both negatively and positively, that make investments suitable for the Methodist Church.

Short term deposits are lodged directly with the Central Finance Board (CFB) and attract good rates of interest.

There are no benchmarks for the expected returns or appreciation on investments at TMCP and CFB. It is the District's policy to manage the cash and investment resources of the District so that a rate of return on investment both by way of dividend and capital appreciation - is obtained at least as good as market rate considering the District's low appetite for risk.

3.2 Reserves level and policy

The reserve at the end of August 2020 was £2,025,584 (August 2019 was £899k, Aug 2018 £973k).

The reserves at 31 August 2020 can be further split as follows:

General Fund Unrestricted	£1,187,346
District Advance Fund Unrestricted	£ 323,020
Designated Funds Unrestricted	<u>£ 515,218</u>
Total Unrestricted Funds	£2,025,584

The Trustees have agreed to a reduction in the general funds to a level representing 6 months net expenditure.

All monies are invested with the CFB or T MCP with a certain amount kept in the current account for week-by-week expenses.

3.3 Collaborative arrangements with connected charities

The District's main source of funding was the assessments obtained from each Circuit within the District based on the staffing levels of the Circuit and this was used to defray most of the cost of administering the District.

The District also obtained from each Circuit, with a reserve known as a Circuit Model Trust Fund (CMTF) a levy based on the balance of the CMTF at the start of the Connexional year.

The District holds no funds as custodian trustee. It does however, quarterly receive from Circuits within the District, the Circuits contribution to the Methodist Church (MCF). These sums are collected as agent for the MCF and are passed to the MCF later in the same quarter. Funds

received by the District as agent are not recognized as an asset in the financial statements because the funds are not within its control. No fee is earned in respect of this agency arrangement and the District incurs no cost through this arrangement.

4. Trustee' responsibilities

For each financial year ending on 31 August the Trustees are required to prepare financial statements that give a true and fair view of the District's financial activities during the year and of its financial position at the end of the year. In preparing these financial statements, the Trustees must:

1. Select suitable accounting policies and apply them consistently using the accruals method.
2. Make judgments and estimates that are reasonable and prudent.
3. Follow applicable accounting standards.
4. Prepare accounts to comply with the Charities SORP.

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

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the District's website. Legislation in the United Kingdom, governing and dissemination of financial statements may differ from legislation in other jurisdictions.

In addition to the above, the Trustees are responsible for ensuring the Health and Safety policy is implemented.

Training in the responsibilities of trustees is offered to all new trustees soon after their appointment.

4.1 Risk

The District is largely risk averse, but especially in making grants to entities embarking on new and imaginative initiatives. The District is prepared to underwrite considered risks.

5 Structure, governance and management

The District is an unincorporated association and is governed by the Methodist Church Act 1976, the Deed of Union and the Model Trust Deeds of the Methodist Church and was registered with the Charity Commissioners on 8th February 2010.

5.1 Structure

Circuits are the coordinating charities for local groups of Churches; Circuits pay the stipends of the ministers and employ lay staff to serve the Churches in the Circuit; most decisions are made at and ratified by the periodic Circuit Meeting. A District is the coordinating charity for a group of contiguous Circuits and makes its decisions at half yearly Synods. The Methodist Conference meets once each year as the supreme denominational body for all Methodist Churches.

Overall regulatory authority rests with the Methodist Conference.

The Connexional Office implements decisions made by Conference and is also responsible for the stationing of presbyters and deacons (collectively known as ministers) in individual Circuits within the District.

Connexional decisions are passed to the Chair of District and the appropriate officers of the District for implementation.

The District passes control down to Circuit level for local implementation by the Superintendent Minister, ministerial staff and Circuit Stewards, and authority is delegated to the Circuit Meeting for certain matters.

The Circuit Meeting passes regulatory control down to Church Councils for local implementation by the presbyter, the Church Stewards, and other officers, and this regulatory authority is then exercised by Church Councils as Managing Trustees of their charity.

5.2 Purpose of the District

The District is an expression, over a wider geographical area than any Circuit, of the Connexional character of the Church.

The purposes of the Methodist Church are and shall be deemed to have been since the date of the Union, the advancement of:

- a) the Christian faith in accordance with the doctrinal standards and the discipline of the Methodist Church, and
- b) any charitable purposes for the time being of any Connexional, District, Circuit, local or other organization of the Methodist Church, and
- c) any charitable purpose for the time being of any society or institution subsidiary or ancillary to the Methodist Church, and
- d) any purpose for the time being of any charity being a charity subsidiary or ancillary of the Methodist Church.

The primary purpose of the District is to advance the mission of the Church in Nottinghamshire, Derbyshire and adjoining areas by:

1. providing opportunities for Circuits to work together and support each other;
2. offering to Circuits, resources of finance, personnel and expertise.

The District serves the local Churches and Circuits and the Conference in the support, deployment and oversight of the various ministries of the Church, including pastoral and training support.

6 Reference and Administrative Details

6.1 Name of the Charity

The Methodist Church, Nottingham & Derby District

6.2 Charity registration number

1134172

6.3 Principle Office

The Rivergreen Methodist Hub

Rivergreen

Clifton

Nottingham

NG11 8AU

6.4 Chair of District

Rev Loraine N Mellor

6.5 Secretary of the Synod

Rev Nicola Briggs

6.6 Secretary of the Presbyteral Synod

Rev Nicola Briggs

6.7 District Treasurer

Christopher Morgan

6.8 Names of Trustees

The following served as trustees throughout part or all of the year 2019/20 or were trustees at the date of this report:

Chair

Name: Revd Loraine N Mellor

Address: 54 Hallfields Edwalton Nottingham NG12 4AA

DOB: 28/8/53

Email: chair@methodist-nd.org.uk

Tel.: home 0115 923 4881 mobile 07468458900 office 0115 937 5665

Deputy Chair 1 and Superintendents Rep:

Name: Revd Andrew Charlesworth

Address: 2 Fairburn Way, Watnall, Nottingham, NG16 1GH

DOB: 28-04-1970

Email: deputych@methodist-nd.org.uk

Tel.: 0115 8757414

Deputy Chair 2 and Methodist Council Rep:

Name: Rev Katie Strange

Address: The Hollies, Holly Lane, Tansley, Matlock DE4 5FF,

DOB: 30/04/1970

Email: depchair@methodist.org.uk

Tel.: 07423144525

Executive Secretary:

Name: Ms Carole Elaine Thorpe

Address: 12 Cavendish Drive, Ashbourne, Derbyshire, DE6 1SR

DOB: 11 08 1955

Email: cethorpe@hotmail.com

Tel.: 01335 346535

Synod Secretary:

Name: Rev Nicola Ann Briggs

Address: 2 Bird's Lane, Kirkby in Ashfield, NG17 9FD

DOB: 24th March 1973

Email: nicola.briggs@methodist.org.uk

Tel.: 01623 752349 or 07307 524955

Ecumenical Officer 1:

Name: Revd. Richard John Tanner

Address: 85 Windsor Road, MANSFIELD NG18 4ED

DOB: 1 August 1952

Email: richardtanner@aol.com

Tel.: 01623 623192

Ecumenical Officer 2:

Name: Mrs Anna Malnutt

Address: 1 Grange Gardens, Loscoe, Heanor DE75 7AE, UK

DOB: 30/12/1990

Email: annamallender97@gmail.com

Tel.: 07403348462

Resources Team Leader:

Name: Mrs Rosemary Farrow

Address: 7 Adbolton Grove, West Bridgford, Nottingham, NG2 5AR

DOB: 18.12.65

Email: facilities@methodist-nd.org.uk

Tel.: 07866 970113

Grants Secretary:

Name: Mr Peter Broekhuizen

Address: 8 The Teasels, Bingham, Notts., NG13 8TY

DOB: 3 May 1944

Email: grants@methodist-nd.org.uk

Tel.: 01949 839558

Children's and Young People's Rep:

Name: Mr Marc Williamson

Address: 6 Linby Avenue, Hucknall, NG15 7TT

DOB: 10th January 1986

Email: Nnmcyouth@worker.com

Tel.: 07738682426

Lay Rep 1:

Name: Ms Susanna Draper

Address: 80 Ashby Road, Melbourne, DERBY, DE73 8ES

DOB: 5 October 1963

Email: suedraper913@gmail.com

Tel.: 07836 716573

Lay Rep 2:

Name: Mr Andrew John Whysall

Address: 2 Laceyfields Rd, Langley, Heanor, DE75 7HJ

DOB: 11.01.1959

Email: ajw99@btinternet.com

Tel.: 01773 768736 or 07973 759885

Synod Arrangements:

Name: Sandra Lewer

Address: The Old House, Bank End Farm, Roston, Ashbourne, DE6 2EH

DOB: 16/09/45

Email: sandralewer@aol.com

Tel.: 07803434586

Property Secretary:

Name: Clifford Lewer

Address: The Old House, Bank End Farm, Roston, Ashbourne, DE6 2EH

DOB: 6/7/43

Email: property@methodist-nd.org.uk

Tel.: 07710027334

Treasurer

Name: Chris. Morgan

Address: 10, Manchester Way, Grantham NG31 8RR

Email treasurer@methodist-nd.org.uk

Tel 07758762811

6.9 Managing Trustees

The Managing Trustees for the District are all members of the District Executive Committee, and are appointed annually by the Synod.

6.10 Bankers

Lloyds Bank PLC, Old Market Square Nottingham.

6.11 Investment managers

Central Finance Board of the Methodist Church

9 Bonhill Street, London EC2A 4PE

6.12 Custodian Trustees

Trustees for Methodist Church Purposes

Central Buildings, Oldham Street, Manchester M1 1JQ

6.13 Independent Examiner

McGregors Corporate (Chartered Accountants) Suite 0-3 Hamilton Court, Oakham Business Park, Mansfield, Nottinghamshire, NG18 5FBa

Approvals:

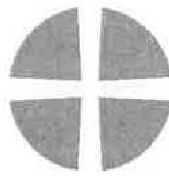
Signed on behalf of the District Executive Committee by:

Chair of District.....

Date 21/7/21

District Treasurer.....

Date 21/7/21



**THE METHODIST CHURCH
STANDARD FORM OF ACCOUNTS
ACCRUALS BASIS
for the year ended 31 August 2020**

NOTTINGHAM & DERBY

District

District no

22

Registered Charity - Registration number

1134172

District Chairs

Revd Loraine N Mellor

Synod Secretary

Revd Nicola Briggs

Treasurer

Chris Morgan

The Methodist Church – Nottingham & Derby District

Independent Auditor's Report to the Trustees of The Methodist Church – Nottingham & Derby District

Opinion

We have audited the financial statements of The Methodist Church – Nottingham & Derby District (the 'charity') for the year ended 31 August 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cashflows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2020, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

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

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

Use of our report

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

Christopher Holder BA BFP FCA (Senior Statutory Auditor)



21/07/2021

McGregors Corporate
Chartered Accountants and Statutory Auditor
12 Mansfield Suite 0-3
Hamilton Court
Oakham Business Park
Mansfield
Nottinghamshire
NG18 5FB

McGregors Corporate is eligible to act as auditor in terms of section 1212 of the Companies Act 2006.

Statement of Financial Activities (SOFA) for the year ended 31 August 2020

	Notes to the accounts	General Fund (Unrestricted)	District Advance Fund (Unrestricted)	Designated Funds (Unrestricted)	Other Funds (Restricted)	Total 2019-20	Total 2018-19
		£	£	£	£	£	£
Income and Endowments from:							
Donations and legacies							
Connexial Advance & Property Fund		-	51,542	-	-	51,542	75,293
Income from Investments	2	628	3,521	2,463	-	6,612	5,715
Income from charitable activities							
Assessments on circuits	3	101,418	-	-	-	101,418	113,794
From Circuit Model Trust Funds		-	184,149	-	-	184,149	150,877
Contribution to the cost of the Chair		34,649	-	-	-	34,649	41,342
Other Income	4	1,019,846	-	222,843	-	1,242,689	23,342
Total Income and endowments		1,156,541	239,212	225,306	-	1,621,059	410,363

Expenditure on:

Grants and donations	5	437	207,400	3,629	-	211,466	251,615
Salaries and associated costs	6	167,328	-	-	-	167,328	110,116
Cost of the Chair	7	34,649	-	-	-	34,649	41,342
Property maintenance	8	15,801	-	-	-	15,801	16,088
Office expenses	9	5,541	-	-	-	5,541	3,235
Synods, committees, Conference	10	18,547	-	-	-	18,547	32,213
Other outgoings	11	40,536	733	216	-	41,485	29,978
Total expenditure		282,839	208,133	3,845	-	494,817	484,587

Net income/(expenditure)		873,702	31,079	221,461	-	1,126,242	(74,224)
Transfers between funds	13	215,277	(74,500)	(140,777)	-	-	-
Net movement in funds		1,088,979	(43,421)	80,684	-	1,126,242	(74,224)

Reconciliation of funds:

Total funds brought forward		98,367	366,441	434,534	-	899,342	973,566
Total funds carried forward		1,187,346	323,020	515,218	-	2,025,584	899,342

THE METHODIST CHURCH - NOTTINGHAM & DERBY DISTRICT

BALANCE SHEET

AS AT 31 AUGUST 2020

Notes	General Fund (Unrestricted)	District Advance Fund (Unrestricted)	Designated Funds (Unrestricted)	Total 2020	Total 2019
	£	£		£	£

Tangible Fixed Assets

Manse and other property	14	1,149,539	-	312,250	1,461,789	312,250
Total fixed assets		1,149,539	-	312,250	1,461,789	312,250

Current Assets

Debtors and Prepayments	15	5,783	-	-	5,783	7,402
Central Finance Board and Trustees for Methodist Church Purposes Deposits etc	17	9,501	323,020	202,968	535,489	704,386
Cash at Bank and in hand	17	69,954	-	-	69,954	17,653
Total current assets		85,238	323,020	202,968	611,226	729,441

Current liabilities

Creditors and Accruals (due in under 1 year)	18	47,431	-	-	47,431	142,349
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Net current (liabilities)/assets		37,807	323,020	202,968	563,795	587,092
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Total assets less current liabilities		1,187,346	323,020	515,218	2,025,584	899,342
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Net assets		1,187,346	323,020	515,218	2,025,584	899,342
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Funds of the District

General Fund (Unrestricted)	22	1,187,346			1,187,346	98,367
District Advance Fund (Unrestricted)	22		323,020		323,020	366,441
Designated Funds (Unrestricted)	22			515,218	515,218	434,534
Total unrestricted funds		1,187,346	323,020	515,218	2,025,584	899,342
Total Funds		1,187,346	323,020	515,218	2,025,584	899,342

The Methodist Church - Nottingham & Derby District

Cash flow statement for the year ended 31 August 2020

Statement of cash flows	Note	2020 £	2019 £
Cash from operating activities			
Net cash used in operating activities	28	58,130	(45,811)
Cash flows from investing activities			
Dividends, interest and rents from investments		6,612	5,715
Purchase of property, plant and equipment		(181,338)	-
Net cash provided by investing activities		(174,726)	5,715
Change in cash and cash equivalents in the reporting period		(116,596)	(40,096)
Cash and cash equivalents at the beginning of the reporting period		722,039	762,135
Cash and cash equivalents at the end of the reporting period	29	605,443	722,039

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting framework and accounting policies

i Accounting framework

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

Basis of preparation

The financial statements have been prepared in accordance with the Statement of Recommended Practice - 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The accounts have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and reports) regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following Accounting and reporting by Charities preparing their accounts in accordance with the Financial reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

ii Public benefit entity

The Methodist Church Nottingham & Derby District meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

iii Basis

These accounts have been prepared under the historic cost convention, as modified by the revaluation of investments (as set out below).

These accounts are stated in £ sterling, the functional currency of the charity and rounded to the nearest pound.

iv Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors including expectations of future events that are believed to be reasonable under the circumstances.

v Going concern

Based on the monetary assets and human resources available at 31 August 2020, the trustees believe that the District is a going concern.

vi Consolidation

The District oversees the work of ministers and lay workers in Churches and Circuits within the District but does not have control over those Circuits or Churches, ministers or lay workers except in extreme circumstances, none of which were applicable. For this reason, the financial statements of the Churches and Circuits within the District are not consolidated into these financial statements.

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

vii Income recognition

Income is brought into account when it is more likely than not that the economic benefit of the income will accrue to the Nottingham & Derby District. No attempt is made to measure the value of services donated by volunteers. Details of how the contribution to the cost of the District Chair has been determined appears in Note 3. A similar figure appears in the Expenditure at Note 6.

Individual amounts categorised as *Other income* in the SOFA will be shown separately if they are considered material.

The District acts as agent in four matters:

1. the collection of quarterly assessments from circuits which are paid to the Methodist Church Fund
2. the payment of expenses of delegates from the District to the Methodist Conference
3. the collection taken at the spring synod on behalf of the Methodist Minsters' Children's Relief Fund
4. the cost of ministerial health checks recovered from Circuits

In all these matters the transactions are not reflected in the SOFA because there is no obligation on the District to make up any shortfall in assessments from Circuits. Sums received as Circuit assessments cannot be recognised as income in the District as they are the income of the MCF.

viii Expenditure

This is recognised when a liability is incurred, or a constructive obligation arises, that results in the payment being unavoidable. Liabilities are recognised as soon as an outflow of economic benefit is considered more likely than not under the legal or constructive obligation committing the District to pay out resources.

ix Grants

Grants are recognised annually only as and when any performance conditions attaching to the award are met, even when the award is for a recurrent grant over more than one year. All grants awarded for payment in future financial years are conditional on the Grants Committee being satisfied, on the basis of progress reports from the grantee, that the grant's achievements to date justify the payment of further instalments of that grant. Such commitments are noted as contingent liabilities and included within the District Advance Fund or other relevant designated fund in these accounts.

x VAT

Since the District is not VAT registered, all input VAT is charged with the expenses to which it refers.

xi Financial instruments

The district has only basic financial instruments which are initially recorded at cost.

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

xii Tangible fixed assets

These are capitalised if they can be used for more than one year, and individually cost at least £1,000. Freehold property is shown in the accounts at cost or valuation where no cost is available.

The policy of the District is to keep the structure and fabric of buildings in such good repair that they have an indeterminate useful economic life. As such any depreciation charged would be immaterial, so there is no provision for depreciation in these accounts.

The value of the Manse is believed to be greater than its historical cost shown in the accounts and an impairment review at 31 August 2020 confirmed that the building's current open market value was greater than its cost.

xiii Investments

The investments of the Nottingham & Derby District are held by the Trustees for Methodist Church Purposes (TMCP) as custodian trustees. The valuations, at market value, are those provided by TMCP. The unrealised gains arising on investments at the end of the year are shown in the SOFA.

xiv Debtors and creditors; bank and cash

Debtors are stated at the amounts owed to the District or prepaid. Creditors are initially recognised at settlement amount after any trade discounts, where normal credit terms apply, or amount advanced to the District. Subsequently creditors that are current liabilities are measured at the cash or other consideration expected to be paid. The liquid funds of bank balances and deposit account balances are shown at the realisable values.

xv Loans

Where concessionary loans (*i.e.*, free of interest) are made to (or received by) the District to further its charitable purposes, and are repayable after more than one year, they are initially recognised at the amount paid, with the carrying value adjusted in subsequent years to reflect repayments and any accrued interest, adjusted for any impairment, if necessary.

Where there is objective evidence of impairment, an immediate impairment loss is recognised in the Statement of Financial Activities. Subsequent reversals of an impairment loss that objectively relate to an event occurring after the impairment loss was recognised, are recognised immediately in the Statement of Financial Activities.

xvi Methodist Church Fund

The District acts as agent for the Methodist Church Fund (MCF) by collecting its assessments on Circuits and does not, therefore, include the assessments in the SOFA. If a Circuit is late in paying its MCF assessment to the District but such sum is received before the quarterly transfer to the MCF, the amount paid late will be shown as a debtor in the District's accounts.

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

xvii Ministers' manse costs

The District is required to provide accommodation for each Minister and his / her family. The District bears the cost of repairs, maintenance, building insurance, Council Tax and water charges. These costs are not shown separately as benefits-in-kind for Ministers as HMRC does not seek to tax these receipts in the hands of the Ministers.

2 Income from Investments

2019-20			
	General Fund (Unrestricted)	District Advance Fund (Unrestricted)	Designated Funds (Unrestricted)
	£	£	£
Interest received	628	3,521	2,463
Total income from investments	628	3,521	2,463

2018-19			
	General Fund (Unrestricted)	District Advance Fund (Unrestricted)	Designated Funds (Unrestricted)
	£	£	£
Interest received	567	3,813	1,335
Total income from investments	567	3,813	1,335

3 Assessment on Circuits

All Circuits (see list given below in this note) paid their assessments to the District and to the MCF during the year or shortly after its end. An assessment on Circuits is annually determined by Districts by reference to the number of staff in the Circuits and the number of Church members but may also take into account a Circuit's ability to pay.

The District is made up of the following Circuits:

Circuit No	Circuit Name	Circuit No	Circuit Name
22/01	Nottingham North	22/02	Nottingham South
22/03	Nottingham East	22/04	Nottingham Trent V
22/05	Nottingham Central M	22/06	Derby
22/10	Alfreton Watchorn	22/11	Ashbourne
22/12	National Forest East	22/13	Borders Mission
22/14	Mid Derbyshire	22/15	Grantham & V of B
22/16	Trent & Dove	22/23	Sherwood Forest
22/26	Newark & Southwell	22/28	South Derbyshire

During the year the Alfreton Watchorn circuit ceased to exist.

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

Contribution to Methodist Church Fund (MCF)

In addition to the assessments on the Circuits to help defray the costs of running the District, the District acted as agent for the Methodist Church Fund which levied assessments on the Circuits in this District totalling £632,178 (2018-19: £603,358) all of which were collected or shown as debtors at the end of the year and paid over to the MCF in the year. No balance was held at the end of the year; no fee is received for this service which is performed at nearly nil cost to the District. These sums collected for and remitted to the MCF do not appear elsewhere in these financial statements.

4 Other income

2019-20			
	General Fund (Unrestricted)	District Advance Fund (Unrestricted)	Designated Funds (Unrestricted)
	£	£	£
Rental income	2,845	-	-
Grant received for Rivergreen	45,000	-	-
Training receipts	900	-	-
Borders Mission Enabler grant	2,900	-	-
Acquisition of Rivergreen Methodist Hub	968,201	-	-
Sale of Moorwood Moor church	-	-	222,843
Total other income	1,019,846	-	222,843

2018-19			
	General Fund (Unrestricted)	District Advance Fund (Unrestricted)	Designated Funds (Unrestricted)
	£	£	£
Income re Moorwood Moor church	22,342	-	-
Other income	-	-	1,000
Total other income	22,342	-	1,000

The District does not undertake fundraising.

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

5 Grants, donations and related Support costs

Grants and donations totalling £211,466 were made during the year (2018-19: £251,615) as shown in the table below.

	2019-20	2018-19
	£	£
Unrestricted:		
- From General Fund	437	552
- From DAF (designated funds)	207,400	249,562
- From Youth Fund (designated funds)	3,629	1,501
Total	211,466	251,615

Details of the recipients of grants paid by the District during the year may be found on the District website.

Expenditure on charitable activities through the District Advance Fund

This fund receives formulaically determined contributions from the Circuit Model Trust Funds held by Circuits within the District and redistributes the monies to grantees in the District through relevant grants as assessed by the District Grants Committee. During the year the following grants were made:

Given to	Amount in £		Analysis of amounts given by type of work	Amount in £
Churches	97,666		Projects	29,000
Circuits	15,664		Ministry	177,596
Other	94,070		General	75,304
<i>Institutions</i>	<i>207,400</i>			
Individuals				
<i>Sub total</i>	<i>207,400</i>			
District	74,500			
Total	281,900			281,900

The income of the fund was £238,479 (net of costs) during the year, and the amount paid out in grants was £281,900 using some £43,421 of last year's surplus.

The Grants Committee is aware that grant applications must demonstrate public benefit.

The support costs for grant-funding to third parties are insignificant (principally because the secretary and members of the Grants Committee are volunteers and claim only travel costs which are reported elsewhere).

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

6 Salaries and associated costs

Gross salaries paid to 9 (2018-19 - 5) employees were as follows:

	2019-20 £	2018-19 £
Gross pay	137,902	88,295
Employer's National Insurance contribution	12,049	7,405
Employer's pension contribution to defined contribution scheme	16,659	13,330
Apprenticeship Levy	718	1,086
Total cost for	167,328	110,116
Total staff costs	167,328	110,116
Total weekly contractual hours of Staff members	169	136

No employees received employee benefits that totalled more than £60,000. There is no accrual for holiday pay as it is immaterial; the holiday year ends on 31 August. All staff are paid at or above the living wage.

Pensions

Most ordained presbyters and deacons are members of the Methodist Ministers' Pension Scheme (MMPS). This is a defined benefit scheme. The Supreme Court held in 2014 that Methodist ministers (which term includes presbyters and deacons) are not employees of the Church. For simplicity, however, when dealing with National Insurance Contributions and pension contributions, the terms 'employer' and 'employee' are used as they would be in an employing body.

On the other hand lay employees are contractually employees and have the option of joining the Pension and Assurance Scheme for Lay Employees of the Methodist Church (PASLEMC), The Pensions Trust or some other arrangement. PASLEMC is a defined benefit scheme and the employing Churches and Circuits contribute as employers to this scheme.

The Connexion accounts for both the MMPS and PASLEMC pension schemes and shows the figures in the annual Methodist Church in Great Britain accounts. The MMPS is in deficit but a plan for removal of the deficit has been proposed and is being implemented. Details of the deficits on these schemes can be found in the Annual Report and Accounts of The Methodist Church at www.methodist.org.uk.

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

7 Cost of Chair and trustees

The Chair of District, Rev L N Mellor chairs meetings of the District Policy Committee (DPC). The members of the DPC are the trustees of the District. The stipend, employer's NIC and employer's pension contributions of the Chair of District are paid by the Methodist Connexion. The Chair's other costs are met mostly by the District.

	2019-20	2018-19
	£	£
Stipend to Chair	24,852	30,210
Employer's National Insurance Contribution	3,112	3,006
Employer's pension contribution to the defined benefit scheme	6,685	8,126
Cash cost paid by the Connexion	34,649	41,342
Chair's expenses	7,882	6,821
Total cost	42,531	48,163

Since the stipend-related costs above (£34,649; 2019: £41,342) are borne by the Connexion, they appear both in the Income of the District and the Expenditure of the District. It should be noted that the chair is required to occupy the District manse. The manse is provided by the Nottingham & Derby District and the District maintains the property. The Chair of the District is the sole paid key management person but is supported by members of the DPC.

No accrual is made for the Chair's entitlement to a sabbatical as his / her functions are undertaken by a Deputy Chair at minimal extra cost to the District.

Payment to Trustees

It is District policy to offer to reimburse members of the District Policy Committee and others involved in the administration of District affairs for expenditure properly incurred in carrying out their duties. The Chair of the District undertakes the primary executive role within the District. Apart from the Chair of District no member of the District Policy Committee was in receipt of any payment for work undertaken on behalf of the District, although certain travelling and administration costs were reimbursed whenever this was requested.

In addition to the Chair, One trustee also received a salary from the District. Rev J Dyer received £1,686 (2018-19: £1,819). This was received in connection with her work for the synod not for acting as a trustee.

Travel expenses have been reimbursed to 6 (2018-19 - 6) trustees (members of the District Policy Committee (DPC)) who, in aggregate, have received the cost of travel incurred in attending meetings of the DPC and this amounted to £9,447 (2018-19: £10,346).

8 Property maintenance

	2019-20	2018-19
	£	£
District office, rent and services	3,719	10,626
Chair's manse	12,082	5,462
Total Property Costs	15,801	16,088

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

9 Office expenses (General fund)

	2019-20 £	2018-19 £
Printing & Stationery	5,541	3,235
Total	5,541	3,235

None of the remaining individual amounts (aggregated as 'Other' above) are considered material and none are listed separately

10 Synods, Committes, Conference

	2019-20 £	2018-19 £
Synods	2,499	3,097
Conference	10	692
Committees	8,734	15,103
Chair's travel	7,304	6,821
Deputy Chairs	-	6,500
Total	18,547	32,213

None of the remaining individual amounts (aggregated as 'Other' above) are considered material and none are listed separately

11 Other outgoings

	2019-20 £	2018-19 £
General Fund		
Professional fees	4,680	1,760
Presbyter & Probationer Training	13,300	3,490
Safeguarding	12,994	16,931
3Generate	1,560	4,336
Computer costs	5,547	2,244
Sundry outgoings	2,455	79
Total General Fund outgoings	40,536	28,840
District Advance Fund		
TMCP charges	733	824
Designated Funds		
TMCP charges	216	314
Total	41,485	29,978

None of the remaining individual amounts (aggregated as 'Sundry outgoings' above) are considered material and none are listed separately.

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

12 Investment management

During the year the District paid £949 to TMCP, the custodians of the District's investments (District Advance Fund and Mission Fund) (2018-19: £1,138). This represented an administration charge for the respective accounts.

13 Transfer between funds

The District Advance Fund awarded grants to the District (General Fund) for the Mission Enabler of £25,000 and for the resource manager of £37,500.

There was a transfer of £12,000 from the District Advance Fund to the Mission Fund.

During the year £152,777 was paid out of designated funds towards the refurbishment costs of Rivergreen. These have been transferred to general funds.

14 Manse and other property

	Buildings	Total
	£	£
Cost or Valuation		
At 1 September 2019	312,250	312,250
Additions	1,149,539	1,149,539
At 30 August 2020	1,461,789	1,461,789

During the year the circuit based at Rivergreen, Clifton closed and the District has acquired the property for use as a District Hub. The property was introduced into the accounts at its insurance value less an adjustment for site clearance costs. Refurbishment costs have also been incurred, which have been included at cost value.

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

15 Debtors and prepayments

All sums shown as Debtors at 31 August 2020 were received during the following year. All sums paid in advance at 31 August 2019 were for activities (principally deposits for training courses) that have been held during 2019-20. Similarly, it is expected that payments in advance at 31 August 2020 will be expensed in 2020-21.

Debtors were made up as follows:

	2019-20 £	2018-19 £
Trade debtors		
Owing for 3Generate	-	1,320
	-	1,320
Prepayments and accrued income		
Payments in advance	5,783	6,082
	5,783	6,082
Total (net)	5,783	7,402

16 Trustees for Methodist Church Purposes

The funds that support the District Advance Fund and the other designated Funds are held by TMCP in Trustees Interest Funds on which interest is credited to the accounts each month. These are regarded as medium and long term investments.

TMCP is the legal owner and Custodian Trustee of all Methodist Model Trust property, including Legacies, Endowments and Accumulated Funds. Trust property is held for and on behalf of local Managing Trustees who are responsible for the day to day management of trust property. TMCP ensure that, through providing guidance and acting under their direction, the Managing Trustees comply with charity law and Methodist law and policy as determined by the Methodist Conference.

17 Central Finance Board (CFB) and cash at bank

The District has a current accounts at Lloyds plc, an authorised institution. The sums held on those accounts are immediately available. In addition the District has a deposit accounts at CFB, a common deposit fund. Interest is earned on these accounts and credited monthly; the sums deposited can be withdrawn without notice and without loss of interest. These sums are viewed as being liquid.

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

18 Creditors and accrued expenses

	2019-20 £	2018-19 £
Creditors:		
Expenses Outstanding	717	4,629
Independent examinations	-	1,700
Audit fee	4,700	-
LP Traing paid in Advance	3,483	3,483
Our Calling Grant carried forward	37,191	21,540
Donation Still to be paid	42	42
Queens Hall Mission sale funds owed	-	100,266
<i>Total creditors</i>	46,133	131,660
Accruals:		
PAYE, NI and Pensions contributions		
General	1,298	10,689
<i>Total accruals</i>	1,298	10,689
Total of creditors and accrued expenses	47,431	142,349

It is expected that all sums accrued at 31 August 2020 would be paid during the year to 31 August 2021.

19 Grant commitments and the District Advance Fund

The District Advance Fund awards grants for missional activity and periodically reviews the progress of the work for which the grant has been awarded. Following such review, grants can be withdrawn or amended.

20 Unrestricted Funds

20.1 General Fund

The purpose of the fund is for use at the discretion of the trustees in the furtherance of the general objectives of the District and which have not been designated for other purposes.

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

20.2 Other Designated Funds

	Manse Fund	Mission Fund	Moorwood Moor Fund	Total Designated Funds
1 September 2019	326,250	108,284	-	434,534
Income	-	977	224,329	225,306
Expenditure	-	3,845	152,777	156,622
Transfers	-	12,000	-	12,000
30 August 2020	326,250	117,416	71,552	515,218

These funds have been designated by the trustees to serve specific purposes but are not restricted by any document or deed to that purpose alone. These funds comprise:

The Manse Fund – Fund is available to meet major upgrades in the accommodation at the District manse.

The Mission Fund – Fund is available to support missional workers within the District.

The Moorwood Moor Fund – Fund is available to meet upgrades in the District hub at Rivergreen.

21 Restricted Funds

The District previously held funds in its name from the sale of the Queens Hall Mission (2019: £100,266) which were not funds for the use of the District, but reserved for the work of the City Centre Mission in Derby which comes under the control of the Derby Methodist Circuit. During the year, these funds have been transferred over to the Derby Circuit and the District no longer has any restricted funds as at 31 August 2020.

22 Analysis of net assets among funds

Fund balances at 31 August 2020 are represented by:

	General Fund (Unrestricted)	District Advance Fund (Unrestricted)	Designated Funds (Unrestricted)	Total Funds
	£	£	£	£
Tangible fixed assets	1,149,539	-	312,250	1,461,789
Current assets	85,238	323,020	202,968	611,226
Current liabilities	(47,431)	-	-	(47,431)
Total	1,187,346	323,020	515,218	2,025,584

THE METHODIST CHURCH NOTTINGHAM & DERBY DISTRICT

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2020

23 Connected organisations and related parties

All of the District trustees are members of one or another Church and Circuit within the District and may be trustees in their Churches and/or Circuits.

Connected organisations include the Methodist Connexion, Circuits and Churches within the District, other Methodist Districts in Great Britain, the Methodist Ministers' Children's Relief Association, CFB and TMCP, except as reported in Note 3. All of these entities have their own trustees or directors and autonomous administration such that the Nottingham & Derby District has no significant influence over any of them, nor they over the Nottingham & Derby District. They are, therefore, not considered related parties.

24 Volunteer contributions

Every entity (Connexion, District, Circuit, Church) within the Methodist Church in GB is heavily reliant on volunteers who contribute their skills, time and money in the furtherance of the work of the Church. Principally this contribution is by serving on committees of the District that deal with mission, manses, finance, policy, grants, training, development. We are grateful to all of them for their help and commitment.

25 Capital commitments and contingent liabilities

There were no capital commitments or contingent liabilities at the year end (2018-19: nil).

26 Lease commitments

The District had no lease commitments.

27 Auditor / Independent examiner

An accrual has been made for the fee of the auditors in the sum of £4,700 for the year (2018-19: £1,700 independent review). The auditor provided no additional services during the year.

28 Reconciliation of net income to net cash flow from operating activities

	2019-20	2018-19
	£	£
Net income for the reporting period (as per Statement of Financial Activities)	1,126,242	(74,224)
Adjustments for:		
Dividends, interest and rents from investments	(6,612)	(5,715)
Rivergreen Methodist Hub gifted to the District	(968,201)	-
(increase)/decrease in debtors	1,619	15,045
increase/(decrease) in creditors	(94,918)	19,083
Net cash used in operating activities	58,130	(45,811)

29 Analysis of cash and cash equivalent

	2,020	2,019
	£	£
Cash in hand	69,954	17,653
Investments treated as cash	535,489	704,386
Total cash and cash equivalents	605,443	722,039