



Church
Accruals Accounts
2019-2020

THE METHODIST CHURCH
REPORT AND ACCOUNTS
(ACCRUALS BASIS)
for the year ended 31 August 2020

Hazel Grove Methodist

Church

Registered Charity - Registration number (if applicable)

1134174

United Stockport Circuit

Circuit No

Minister

Revd.Catherine Bird

Church Stewards

Jayne Quinn

Ian Chesters

Brenda Moseley

Janet Street

Denise Jackson

Church Treasurer

Ian Chesters

**Hazel Grove Methodist Church
TRUSTEES' ANNUAL REPORT**

FOR THE YEAR ENDED 31 AUGUST 2020

Introduction

For the year 2019/20 Hazel Grove Methodist Church ("the Church") joined the newly-formed United Stockport Circuit and welcomed a new minister, Cathy Bird as superintendent of that circuit. The Church engaged in outreach work including Film Nights and "Messy Church" events and adopted "Stockport Mind" as a charity to support with donations during the year.

IT AND ACCOUNTS

Aims and organisation

The object of the charity is set out in the Methodist Church Act 1976 (clause 4); i.e. Advancement of Religion and any charitable purposes of the Methodist Church or church organisation.

Review of the year

Regular Church Activities. We have regular services on Sunday mornings and weekday services on Tuesday mornings. There are occasional Sunday evening services which are open to all churches in the circuit. The Young Church meet each week during term time on a Sunday morning. They also hold occasional Film Evenings and Messy Church. We have continued to review our priorities for the forthcoming years, taking account of national trends regarding staffing and outreach. We continue to enable our property to be used by both church related and community groups. In addition to fellowship groups the church supports a Pre-school Playgroup and Scout Group. Community groups include a model railway club, an orchestra, two choirs, a dancing school and educational classes. There are also a variety of one-off community bookings for events such as meetings, parties, etc.

The Church had a £ 35,245 I & E deficit during the year principally as the result of non-cash transactions (depreciation) and expenditure on property including a scheduled upgrade to the audio-visual system in the church building and roof repairs to the Sunday school building. We organise regular fund raising events. The accounts are presented regularly to the Church Council. We have no funds materially in deficit.

Income trends

Regular Church income is primarily drawn from the offertory paid by the congregation and community supporters of the Church together with Gift Aid tax credit; also lettings income from external users of the building and fees / grants collected by the Playgroup. In 2019-20 the single largest source of income was the offertory followed by lettings, then Playgroup income.

The rental income relates to the hire of the church property to various groups in the community.

Expenditure trends

The major cost is in relation to the assessment paid to the newly-formed United Stockport Circuit. This amounts to 29% of our total costs.

A significant amount of the Circuit assessment is used to pay the District assessment, stipends and related costs to Ministers.

The other expenditure includes £ 21,813 on wages for Playgroup staff.

Fund balances

As at 31 August 2020 the net current assets of the Church relating to the General Fund were £135k, giving approximately 20 Months' cover for expenditure.

Plans for 2020/21

Church financial plans for the coming year will be determined in the light of the needs and intentions of the new Circuit.

It is recognised that, due to developments unforeseen at the balance sheet date, the Playgroup closed during the year to 31st August 2021.

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

	Notes to the accounts	General Fund (Unrestricted)	Designated Funds (unrestricted)	Restricted Funds	Endowment Funds	Total 2019-20
		£	£	£	£	£
Income						
1 Offerings	4	38,597				38,597
2 Donations	4	1,267	1,019	973		3,259
3 Gift aid	4	5,364				5,364
4 Interest and investment income	7	959		106		1,065
5 Income from investment properties						0
6 Internal organisations						0
7 Other charitable income	5 & 6	23,999		36,732		60,731
8 Total income		70,186	1,019	37,810	-	109,015
Expenditure						
9 Circuit assessment or share		42,000				42,000
10 Grants and donations		1,637	375	1,930		3,942
11 Property maintenance		19,982		17,209		37,191
12 Insurance, utilities etc		14,093				14,093
13 Depreciation		20,435				20,435
14 Office expenses		920				920
15 Other expenditure		1,981		23,697		25,678
16 Internal organisations						0
17 Total charitable expenditure		101,048	375	42,836	0	144,259
18 Gains/(losses) on monetary investments						0
19 Gains/(losses) on investment properties						0
20 Net income/(expenditure)		-30,863	644	-5,026	0	-35,245
21 Transfers between funds	-	18,982		18,982		0
22 Other gains/(losses)						0
23 Net movement in funds		-49,845	644	13,956	0	-35,245
24 Total funds brought forward		2,036,218	385	27,088		2,063,691
25 Total funds carried forward		1,986,373	1,029	41,044	-	2,028,447

Name of Church

Hazel Grove Methodist Church

Church No

Statement of Financial Activities (SOFA) for the year ended 31 August 2019

	Notes to the accounts	General Fund (Unrestricted) £	Designated Funds (unrestricted) £	Restricted Funds £	Endowment Funds £	Total 2018-19 £
Income						
1 Offerings	4	42,844				42,844
2 Donations	4	2,802	1,684			4,486
3 Gift aid	4	6,659				6,659
4 Interest and investment income	7	1,082				1,082
5 Income from investment properties						0
6 Internal organisations						0
7 Other charitable income	5 & 6	66,577				66,577
8 Total income		119,965	1,684	-	-	121,649
Expenditure						
9 Circuit assessment or share		42,850				42,850
10 Grants and donations		3,658	1,955			5,614
11 Property maintenance		29,831				29,831
12 Insurance,utilities etc		13,765				13,765
13 Depreciation		14,149				14,149
14 Office expenses		1,668				1,668
15 Other expenditure		29,542				29,542
16 Internal organisations						0
17 Total charitable expenditure		135,463	1,955	0	0	137,419
18 Gains/(losses) on monetary investments						0
19 Gains/(losses) on investment properties						0
20 Net income/(expenditure)		-15,498	-271	0	0	-15,770
21 Transfers between funds	-	27,088		27,088		0
22 Other gains/(losses)						0
23 Net movement in funds		-42,587	-271	27,088	0	-15,770
24 Total funds brought forward		2,078,805	656	-		2,079,461
25 Total funds carried forward		2,036,218	385	27,088	-	2,063,691

Balance Sheet as at 31 August 2020

	Notes to the Accounts	General Fund (Unrestricted) £	Designated Funds (Unrestricted) £	Restricted Funds £	Endowment Funds £	Totals 2020 £	Totals 2019 £
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Fixed Assets

Church building and other property	12	1,851,056				1,851,056	1,871,491
Investment properties						0	
Investments						0	
Total fixed assets		1,851,056	0	0	0	1,851,056	1,871,491

Current Assets

Debtors and prepayments	14	16,226				16,226	19,710
Loans by the Churches		0				0	0
Investments with TMCP	14			15,737		15,737	32,759
Central Finance Board Deposits	14	90,596				90,596	104,711
Cash at Bank and in hand	14	28,714	1,029	25,307		55,050	36,481
Total current assets		135,536	1,029	41,044	0	177,609	193,661

Current liabilities

Creditors (due in under 1 year)	15	218				218	1,460
Grants payable within 2018-19						0	
Total current liabilities		218	0	0	0	218	1,460
Net current assets/liabilities		135,319	1,029	41,044	0	177,392	192,201

Total assets less current liabilities		1,986,375	1,029	41,044	0	2,028,448	2,063,693
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Long term liabilities (due after more than one year)							
Grants payable after 2018-19						0	
Loans to the Church						0	
						0	
Net assets		1,986,375	1,029	41,044	0	2,028,448	2,063,693

Funds of the Church

General Fund (Unrestricted)		1,986,375				1,986,375	2,036,220
Designated Funds (Unrestricted)			1,029			1,029	385
Total Unrestricted Funds						1,987,404	2,036,605
Restricted Funds				41,044		41,044	27,088
Endowment Funds					0	0	
Total Funds		1,986,375	1,029	41,044	0	2,028,448	2,063,693

Notes to the Accounts

1. Basis of accounting

The financial statements have been prepared under the Charities Act 2011 in accordance with the 2014 version of Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities applicable in the UK (effective from 1 January 2015) – the Charities SORP (FRSSE) – in replacement for the SORP's 2005 version specified in its related 2008 Regulations and in accordance with the 'true and fair override' provision contained therein."

2. Funds

The funds held constitute: General Funds held for any purpose of the Church which are Unrestricted. Restricted funds which are held for a narrower purpose including those for internal organisations. There are also the following Endowment funds as listed. Details of each material fund are disclosed in note 16 . Any funds may be represented by more than just cash.

REPORT AND ACCOUNTS

Basis

These accounts have been prepared on the basis of historical cost except that property is shown at deemed value at the end of the year, on the accruals basis to show a true and fair view of the Church's financial position and activities.

Income

Income is included in the Statement of Financial Activities (SOFA) when the Church becomes entitled to the resources, and the trustees are reasonably certain they will receive the resources; and the monetary value can be measured with sufficient reliability.

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 Circuit to pay out resources.

Grants

Grants made by the Church from its own funds are recognised in full at the time of agreement or when the Church accepts that there is a legal or operational obligation to make the payment. When the grant is recurrent over more than one year the balance payable in future years is treated as a provision for future commitments in the Balance Sheet against the appropriate fund, the provision being released in future years as instalments are paid in accordance with the originally agreed terms.

VAT

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

Tangible fixed assets for use by the Church

These are capitalised if they can be used for more than one year, and individually cost at least £1,000.

Investment Properties

Investment properties - no property is currently deemed to not be held for the long term purposes of the charity.

Investments

Investments are valued in the balance sheet at market value at the year end. Investment income is included in the accounts when receivable and any gains or losses on revaluation at the year end are shown in the SOFA.

Debtors and Prepayments

Debtors include outstanding lettings invoices in August.

Creditors

Creditors include outstandings relating to utilities, telephones, etc in August.

Hazel Grove Methodist Church

4. Donations and legacies

	Unrestricted	Restricted	2020 Total	2019 Total
			£	£
Collections	38,597		38,597	42,844
Gift Aid	5,364		5,364	6,659
Donations	2,287	973	3,260	4,486
Bequest			0	0
Total	46,247	973	47,220	53,989

5. Charitable activities

	Unrestricted	Restricted	2020 Total	2019 Total
	£	£	£	£
Fund raising		3,042	3,042	8,407
Other	148	1,156	1,304	1,563
Total	148	4,198	4,347	9,970

6. Other trading activities

	Unrestricted	Restricted	2020 Total	2019 Total
	£	£	£	£
Lettings	23,851		23,851	30,634
Playgroup fees / grants / Furlough Scheme		32,533	32,533	25,973
			0	0
			0	0
Total	23,851	32,533	56,384	56,607

7. Investment income

	Unrestricted	Restricted	2020 Total	2019 Total
	£	£	£	£
Central Finance Board	683		683	655
Rental income			0	0
Other	277	106	382	427
Total	959	106	1,065	1,082

8. Other

	Unrestricted	Restricted	2020 Total	2019 Total
	£	£	£	£
	0		0	0
			0	0
			0	0
			0	0
			0	0
Total	0	0	0	0

9. Payment to Trustees	This year	Last year
Payments made to trustees for additional services provided to the Church by agreement with the Church Council Meeting	£ <input type="text"/>	<input type="text"/>
Number of trustees who were paid expenses	<input type="text"/>	<input type="text"/>
Nature of the expenses		
REF If there are no payments to Trustees, please record no expenses were paid.		
Total amount paid	£ <input type="text"/>	<input type="text"/>
10. Fees for examination or audit of the accounts		
Independent examiner's or auditors' fees for reporting on the accounts	£ <input type="text"/>	<input type="text"/>
Other fees (eg: advice, accountancy services) paid to the independent examiner or auditor	£ <input type="text"/>	<input type="text"/>
11. Paid employees		
Staff Costs paid during the year were:		
Gross wages, salaries and benefits in kind	£ <input type="text" value="34,160"/>	<input type="text" value="36,442"/>
Employer's National Insurance costs	£ <input type="text"/>	<input type="text"/>
Pension costs	£ <input type="text"/>	<input type="text"/>
Total staff costs	£ <input type="text" value="34,160"/>	<input type="text" value="36,442"/>
Average number of staff employed during the year were:	<input type="text"/>	<input type="text"/>

12. Tangible Fixed Assets

Cost or valuation

	Church (non investment) land and buildings	Other non investment land and buildings	Investment properties (land and buildings)	Other fixed assets including motor vehicles	Fixtures, fittings and equipment	Payments on account and assets under construction	Total
REPORT AND ACCOUNTS	£	£	£	£	£	£	£
Balance brought forward	1,890,000				123,520		2,013,520
Additions							
Revaluations (+/-)							
Disposals (-)							
Transfers * (+/-)							
Balance carried forward	1,890,000				123,520		2,013,520

Accumulated depreciation

Balance brought forward	132,868				9,161		142,028
Depreciation charge for year (-)	12,807				7,628		20,435
Revaluations (+/-)							
Disposals (-)							
Transfers* (+/-)							
Balance carried forward	145,675				16,789		162,464

Net book value

Brought forward	1,757,132	-	-	-	114,359		1,871,492
Carried forward	1,744,325	-	-	-	106,731		1,851,056

* The method of depreciation is 1% reducing balance for Church land and buildings and 6.67% reducing balance for fixtures, fittings and equipment

14. Analysis of current assets**This year****Last year****Debtors and prepayments****£****£**

Pre paid assessments

10,500

10,500

Accrued income

4,251

9,090

Other debtors

Other prepayments

1,475

120

Total debtors and prepayments

16,226

19,710

Analysis of cash at bank

Bank balance held in Royal bank of Scotland

29,278

21,146

Bank balance held in Royal bank of Scotland - Benevolence Fd

1,029

384

Bank balance held in Central Finance Board

90,596

104,711

Bank balance held in TMCP

15,737

32,759

Bank balance held in Nat West

Bank balance held in Vernon Building Society

24,743

14,951

Total Cash and Bank

161,383

173,951

15. Analysis of current liabilities and long term creditors

Trade Creditors

218

1,460

Other Creditors

Total Current Liabilities

218

1,460

16. Capital commitments and contingent liabilities

At the 31 st August 2020 the Church has no capital commitments.

No Contingent liabilities were identified at 31st August 2020.

Hazel Grove Methodist Church

18. Detailed analysis of individual fund movements

Unrestricted Funds

Fund Name	Opening Balance	Income	Expenditure	Transfers	Revaluation gains/losses	Closing Balance
General Fund	2,017,998	70,186	-101,048	-762		1,986,373
Project Fund	3,176			-3,176		
Ladies' Fellowship	498			-498		
Coffee Lounge	879			-879		
Playgroup	13,666			-13,666		
Totals	2,036,218	70,186	-101,048	-18,982		1,986,373

Designated Funds (unrestricted)

Fund Name	Opening Balance	Income	Expenditure	Transfers	Revaluation gains/losses	Closing Balance
Benevolence Fund	385	1,019	-375			1,029
Totals	385	1,019	-375			1,029

Restricted Funds

Restricted Fund Name	Opening Balance	Income	Expenditure	Transfers	Revaluation gains/losses	Closing Balance
F Kay Bequest	27,088		-17,209			9,879
Project Fund		3,052	-1,022	3,176		5,206
Ladies' Fellowship		2,119	-2,209	498		408
Coffee Lounge			-72	879		807
Playgroup		32,639	-22,324	14,428		24,743
Totals	27,088	37,810	-42,836	18,982		41,044

Hazel Grove Methodist Church

19. Related party transactions

This year

Name of related party	Relationship	Description of transaction	Income from related party during the year	Payments to related party during the year	Loans to / (from) related party during the year	Amounts owed by / (to) related party as on 31-Aug-2017
			£	£	£	£
JMA						
Methodist Church Fund						
Mission in Britain Fund						
Fund for Support of Presbyters & Deacons						
Fund for Property						
World Mission Fund						
Total			0	0	0	0

Last year

Name of related party	Relationship	Description of transaction	Income from related party during the year	Payments to related party during the year	Loans to / (from) related party during the year	Amounts owed by / (to) related party as on 31-Aug-2016
			£	£	£	£
JMA						
Methodist Church Fund						
Mission in Britain Fund						
Fund for Support of Presbyters & Deacons						
Fund for Property						
World Mission Fund						
Total			0	0	0	0

CHURCH COUNCIL MEMBERSHIP

MINISTER(S)

REV. CATHERINE BIRD

STEWARDS

MRS. JAYNE QUINN

MR. IAN CHESTERS

MRS DENISE JACKSON

MRS. BRENDA MOSELEY

MRS. JANET STREET

CHURCH SAFEGUARDING CO-ORDINATOR

MRS. ELIZABETH A. LAW

CHURCH REPRESENTATIVES (OTHER MEMBERS OF THE CHURCH COUNCIL)

- 1 MRS.JUDITH ADSHEAD
- 2 MR. KEITH TONGE
- 3 MRS. SHIRLEY STURMY
- 4 MR.ERIC COATES
- 5 MRS.STELLA MOLTON
- 6 MRS.LIZ YOUNG
- 7 MR.ALAN BRIGGS
- 8 MR.ADRIAN LAW
- 9 MR.GAVIN SYKES
- 10 MRS.DOREEN SYKES
- 11 MR.MARTYN BENNETT
- 12 MRS.PAT HUNT
- 13 MR.RICHARD LEWIS
- 14 MRS.ROSEMARY HASKAYNE
- 15 MR.DAVID EDMONSON
- 16 MRS.LIZ TURNER
- 17 MRS.BERYL KEELEY

DECLARATIONS

Treasurer

I confirm that these accrual based accounts for the year ended 31 August 2020 have been prepared from the records of the Church and that they include all funds under the control of the Church Council / Members' Meeting / Leadership

Signature of Treasurer Date

Name of Treasurer

Address

Presentation to the Church Council / Members' Meeting / Leadership Group* for approval.

I confirm that the annual report and accounts for the year ended 31 Aug 2020 were, or will be*
and were approved.

Signature of the Chair of the

Name of the Chair of the meeting

Date

Independent Examiner's Report to the Trustees of the

Church

This Report is on the Church Accounts for the year ended 31st August

Respective responsibilities of Trustees and Examiner

The Church's trustees are responsible for ensuring that the annual report and accounts for the year to 31 August 2020 present a true and fair view of the Church's income and expenditure for the year and of its assets and liabilities at the balance sheet date. The trustees consider that an audit is not necessary for this year under Section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

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

** Please delete or circle as appropriate*

Basis of Independent Examiner's Report

My examination was carried out in accordance with the general directions given by the Charity Commission. An examination

Independent Examiner's Statement

REPORT AND ACCOUNTS

In connection with my examination, no matter has come to my attention (other than as disclosed below*)

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with Section 130 of the Charities Act 2011.
- to prepare accounts which accord with the accounting records and comply with the accounting

I confirm that the annual report and accounts for the year ended 31 Aug 2020 were, or will be* presented to the Church Council / Members' Meeting / Leadership Group* at its meeting on

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

(3) I ~~have~~ /have not* obtained independent verification of all investments with the Trustees for Methodist Church Purposes or held in other trusts, bank balances and funds at the Central Finance Board of the Methodist Church which are individually in excess of £10,000 (ten thousand pounds) at the balance sheet date.

Name of independent

Signature of independent

Relevant Professional qualification or body

Name of firm (where appropriate)

Address

Date

** Please delete or circle as appropriate*