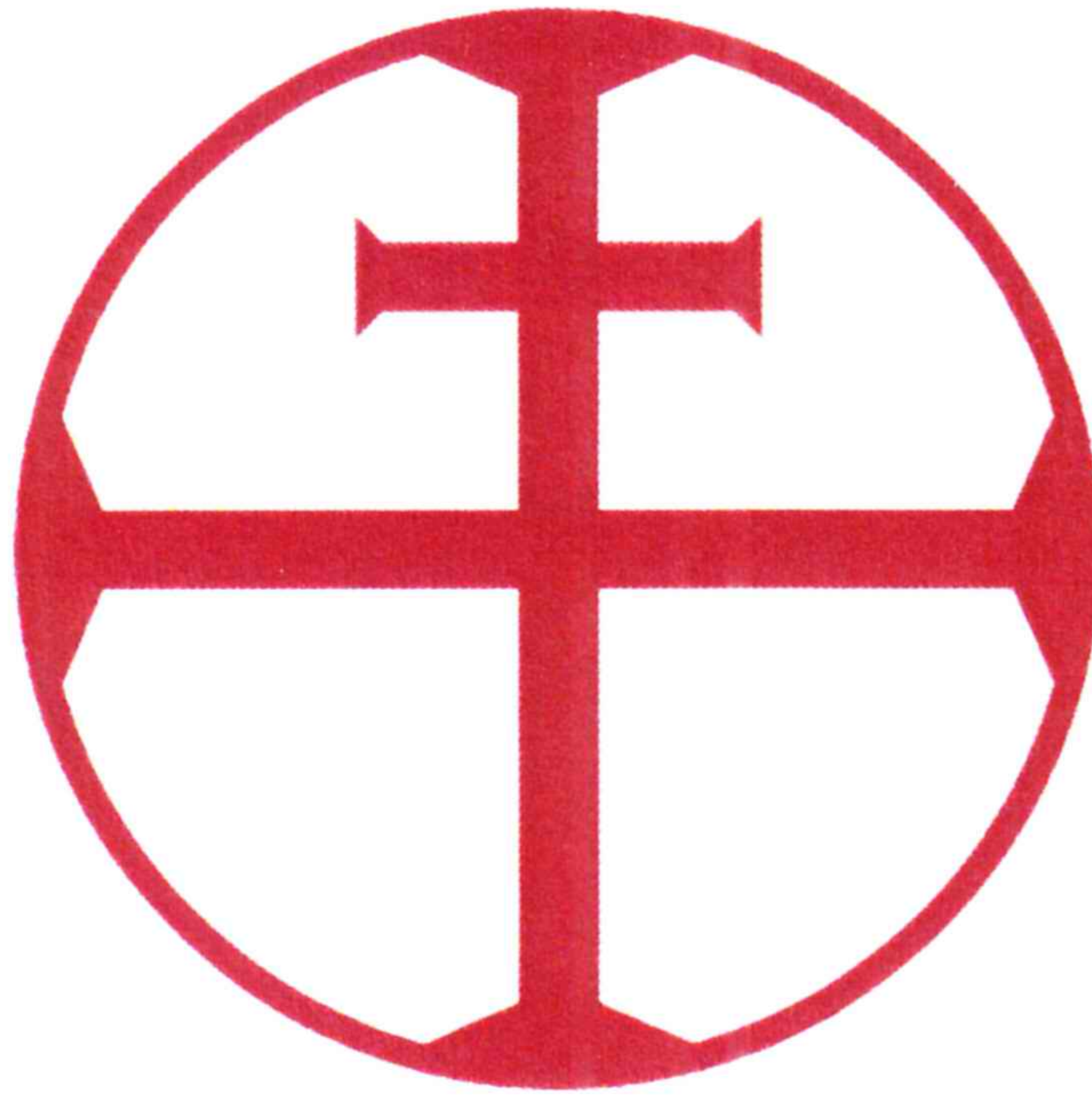


Registered Charity Number 1134650



**The Parochial Church Council of the Ecclesiastical
Parish of Holy Trinity and St Saviour, Upper Chelsea**

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

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The PCC of Holy Trinity and St Saviour, Upper Chelsea

CHARITY'S INFORMATION

Charity name The Parochial Church Council of the Ecclesiastical Parish of Holy Trinity and St Saviour Upper Chelsea

Charity working name Holy Trinity Sloane Square (Holy Trinity)

Trustees

Rector:	The Revd Canon Nicholas Wheeler
Assistant Priest:	Fr Fergus Butler-Gallie - from Nov 2020
Churchwardens:	Carolyn Hallett - appointed 23 May 2021 Jeffrey Kabel
Assistant Churchwardens:	Gill Dunley (ex Officio) John Renz (ex Officio)
Elected Members:	All appointed 23 May 2021
Until 2024:	Michael Ashcroft Sameer Baajun Gerard Brown Helen Rice
Until 2023:	Vis. MayLin de Chezelles Robin Hellier Peter Macklin Kevin Muncey
Until 2022:	Jayne Chng Gogo-Rose Ilo Marianne Paltzer-Studer Wendy Workman
Hon. Treasurer:	David Fairlamb
Hon Secretary of the PCC:	Sir Martin Bonham

Independent Examiner John Millidge ACA
Simpson Wreford & Partners
Suffolk House, George Street
Croydon CR0 0YN

Bankers National Westminster Bank Ltd

Registered charity number 1134650

Registered office 146 Sloane Street, London SW1X 9BZ

TRUSTEES' ANNUAL REPORT

Despite hopes that the Covid-19 pandemic could be left behind in 2020, the arrival of 2021 brought another 'lockdown' and consequent impacts on the life of Holy Trinity Church. However, places of worship were not required to close on this occasion and Holy Trinity remained open for four hours a day during the week for silent prayer whilst the Sung Eucharist continued on Sundays and a livestream of the service allowing those who didn't wish to attend in person to participate.

Holy Trinity Church of England Primary School was closed except for the children of key workers and home learning for the majority of pupils was put in place until March. The clergy undertook 'virtual pre-recorded' assemblies which were sent out to the children.

A monthly collection of food and household basics for the Kensington and Chelsea Foodbank continued as did the 'Taking Care' programme providing pastoral care by telephone by volunteers from the congregation to church members.

In January, the Parochial Church Council applied for funding to the Culture Recovery Fund and in April received £92,000 which enabled Holy Trinity to create a reserve, pay the parish staff and invest in the Arts and Crafts Festival as a 'reopening' event.

In March, as the parish sought to recover from the pandemic, the Rector outlined a set of principles and priorities for the mission and ministry of the church going forward which included robust control of costs, the appointment of a full-time Assistant Priest, the creation of an unrestricted reserve, the rebuilding of the church's music department and the return to a generous Common Fund contribution.

The Lent programme offered a number of activities via Zoom and we joined forces with St Mary's Bourne Street for pre-recorded Lent reflections on the life of the Blessed Virgin Mary each week.

Holy Week and Easter services resumed their usual pattern. The church was beautifully decorated with flowers by the Flower Guild.

The death of the Duke of Edinburgh in April was observed with a focal point for prayer at the entrance to church. Books of Condolence could not be used owing to the pandemic restrictions.

May saw the launch of a new website www.sloanechurch.org and a return to the Parish Office for the clergy and staff as the restrictions eased.

Following the financial challenges that led to the pairing down of the music department in 2020, an improving situation thanks to the generosity of music sponsors amongst the congregation saw the creation of a Music Review Group chaired by the Rector to chart the way ahead and work towards the appointment of a new Director of Music.

Holy Trinity's Feast of Title was kept on Trinity Sunday with a Festival Eucharist at which the celebrant and preacher was The Bishop of Fulham.

As the UK began to open up more, and restrictions were lifted by the Government, the decision was taken to end livestreaming of the Sunday service in June.

An Assistant Priest appeal was launched to raise the money to appoint a new Assistant Priest in 2022 and received a very generous response.

We said a farewell to Oliver Lallemand, Director of Music since 2015, on his appointment as Director of Music at St Stephens, Dulwich.

In July, Sophie Wilson who had led Junior Church in-person and online since 2015 stood down. Jayne Zecha, a Junior Church parent and member of the PCC, kindly offered to lead Junior Church from September until a Junior Church co-ordinator could be appointed.

Bishop Graeme Knowles came in July to baptise and confirm eight candidates who had been prepared online by our part-time Assistant Priest, Fr. Fergus Butler-Gallie.

Two members of the Flower Guild held presentations in the Parish Room during July to raise funds for flowers.

The PCC of Holy Trinity and St Saviour, Upper Chelsea

During the second half of 2021 we witnessed a flurry of occasional offices with weddings, wedding blessings and baptisms making their return to church life.

August concluded with the annual Pilgrimage to the Shrine of Our Lady of Walsingham, this time in collaboration with All Saints' New Cross where our former Assistant Priest, Fr Grant Bolton-Debbage, is now Vicar.

A month-long Arts and Crafts Festival, in conjunction with Open House London, took place in September with an array of events exploring the environment, including a performance of 'Pictures of Life' which brought together four of the five schools in the parish.

Chelsea Flower Show unusually took place during September owing to the pandemic and the Flower Guild ran a 'Garden Café' during that week in the Patio Garden.

Bishop Michael Marshall launched his biography of Bishop Edward King at Holy Trinity during September and celebrated the Diamond Anniversary of his ordination as a priest.

Harvest Festival at the end of September saw many goods collected for the Kings Road Community drop-in centre given by the congregation of Holy Trinity and the families of Holy Trinity and Garden House Schools.

Thanks to the efforts of the Facilities and Events Manager Clinton McMaster, a tentative recommencement of concerts and events began in the autumn but with arrival of the Omicron variant a number were eventually cancelled.

During November, the Bishop of London came to visit Holy Trinity and Christ Church Schools' Federation and a tea was arranged by the Rector for the Bishops of London and Kensington to meet our Patrons, the Cadogan family.

A reception to thank music sponsors took place in November at which Holy Trinity musicians performed pro bono.

In late November, the Archdeacon of Middlesex, The Venerable Richard Frank, visited the parish for the first time in his role and attended a meeting of the PCC.

Advent began with a Quiet Day for which we joined the congregation at All Saints Margaret Street.

During 2021, the funerals of two much-loved members of the congregation, Joan Rawle and Anthony Dawes, were held at Holy Trinity. There was a Memorial Service for The Revd. Douglas Bean, sometime Hon. Assistant at Holy Trinity, and the annual Sung Requiem returned on All Souls' Day. A funeral pall was given to Holy Trinity in memory of Reginald Hall.

This was to be the year in which Sloane Square Choral Society celebrated its 10th anniversary but the pandemic required the anniversary to be kept in a rather more muted form. Nevertheless, rehearsals resumed in church and online as soon as the lifting of restrictions allowed and concerts went ahead in July and December.

During the year the Parochial Church Council returned to in-person meetings following the online meetings necessitated by the pandemic. Amongst its business was the renewal of Licences to occupy space at Holy Trinity Church by Garden House School and at St. Saviour's Church by Knightsbridge School. The Independent Examiner, David Powell, who had examined Holy Trinity's accounts for 25 years stood down and a new examiner, Simpson Wreford and Partners, was appointed.

Cards for Good Causes returned to sell charity Christmas cards and did their best given the Covid-19 restrictions that began to make a return as Christmas approached.

The Christmas Fair was held in conjunction with Holy Trinity School and raised £3,600 which was divided equally between church and school. Christmas services went ahead as planned.

It is largely due to the commitment and talents of volunteers that our church's life thrives and we thank them for their dedication.

Structure, governance and management

The Parish of Holy Trinity and St Saviour, Upper Chelsea is part of the Diocese of London within the Church of England and was registered as a charity with the Charity Commission on 11 September 2012. It was formed when The Parochial Church Council of The Ecclesiastical of Holy Trinity with St Jude was joined by The Parochial Church Council of The Ecclesiastical Parish of St Saviour's Upper Chelsea (charity 1131700), with funds received from the latter.

The Parochial Church Council (PCC) is governed by two pieces of Church of England legislation, being the Parochial Church Councils (Powers) Measure 1956 as amended and the Church Representation Rules (contained in Schedule 3 to the Synodical Government Measure 1969 as amended 1 November 2011).

The PCC is a body corporate with perpetual succession. The PCC meets approximately five times per annum to discuss a full range of matters of general concern and importance to the parish including deciding on how the funds of the PCC are to be spent.

The membership of the PCC consists of the Incumbent, Churchwardens, the Assistant Priest and members elected by those members of the congregation who are on the Electoral Roll of the church. Elected members are appointed for a period of 1, 2 or 3 years, after which they must stand election again.

The PCC operates through a number of committees and working groups which meet between meetings of the PCC, and report back to the PCC.

Objectives and activities for the public benefit

The Parochial Church Council (PCC) of the Parish of Holy Trinity and St. Saviour, Upper Chelsea has the responsibility of cooperating with the Incumbent, the Reverend Canon Nicholas Wheeler, in promoting in the ecclesiastical parish, the whole mission of the Church, pastoral, evangelistic, social and ecumenical.

For over 130 years Holy Trinity Church has opened its doors each day for the praise of God and the service of neighbour. We are a diverse community formed in the Catholic tradition of the Church of England who believe that 'The world will be saved by beauty' (The Fool, Fyodor Dostoevsky). We see this beauty in the face of Jesus Christ calling us to:

The Beauty of Holiness

As The Parish Church of Upper Chelsea we seek to feed and form people of all ages to be confident disciples of Jesus Christ and equip them for the challenges of living the Gospel in the 21st century.

The Beauty of Creativity

As 'The Cathedral of the Arts and Crafts' we seek to conserve and embellish the built heritage of Holy Trinity and to champion an ethical vision for education, healthcare, work, economics, the arts and the care of the environment.

The Beauty of Worship

As a Shrine and Sanctuary for Sloane Square we seek to provide a sacred space open every day of the week for those who live here, work nearby or visit to stop, think, reflect or pray in the midst of a turbulent and clamorous world.

As the Body of Christ we endeavour to live His life and imitate His unconditional love for the world. By embracing the call to the beauty of holiness, creativity and worship we seek to be something beautiful for God.

The PCC of Holy Trinity and St Saviour, Upper Chelsea

Financial results

The financial results of Holy Trinity for 2021 reflect the recovering from the pandemic, especially thanks to the £91,891 Government's grant.

The following is a summary of the formal accounts, which must comply with both the requirements of Church regulations and Charity Commission.

This summary records the transactions of the on-going functions of Holy Trinity.

Income & Expenditure

A summary of overall I&E is shown in the table below

Accounts Summary	2021					2020
£	Holy Trinity	St Saviour	Total HT/SS	SSCS	Total	Total
Income	449,085 *	100,475	549,560	25,340	574,901	344,204
Less						
Expenditure	308,485	21,428	329,913	27,985	357,899	330,386
Surplus/(Deficit)	140,600	79,047	219,647	(2,645)	217,002	13,818

(*) including a £597 extraordinary loss in income

Holy Trinity (HT)

HT's income was £449,085 (2020: £238,302). The increase of £210,783 was mainly due to the receipt of grants, for Heritage recovery (£91,891) and music (£20,000), and fundraising for an Assistant Priest (£46,925).

Additionally church activity improved with the easing of COVID restrictions. Concert income increased by £17,991 compared to 2020 (although it was still a third lower than pre-pandemic levels). The remaining increase of £34,051 was a result of church activity increasing, with attendances improving and visitor numbers also rising and, significantly, the Arts & Crafts Festival that ran for three weeks in September.

A significant element of 2021 income was to support church activities in the future, Designated Fund balances increasing by £94,243.

Expenditure was £308,405 (2020: £273,047) an increase of £35,358. The increase mainly related to the costs of the Arts & Crafts Festival and the cost of Web Site development.

The resultant Surplus in 2021 was £140,600 (2020: (£34,745) Deficit).

St Saviour (SS)

School License fee income was £100,475 (2020: £70,260) as revised rental terms were negotiated.

Expenditure was £21,428 (2020: £27,494), a reduction of £6,066 due to lower maintenance costs as some work has been rescheduled to 2022.

The resultant Surplus in 2021 was £79,047 (2020: £42,766).

Sloane Square Choral Society (SSCS)

2021 income was £25,340 (2020: £35,642), a reduction of £10,302 due to a reduction in membership, while the expenditure at £27,985 (2020: £29,845) only reduced by £1,860, mainly due

The PCC of Holy Trinity and St Saviour, Upper Chelsea

to savings with concerts' costs. The resultant net position in 2021 was (£2,645) deficit, (2020: £5,797 surplus).

Consolidated

Overall, the surplus of £13,818 in 2020 improved to a surplus of £217,002 in 2021, as result of the effects described above.

Reserves

A summary of year-end reserves is shown in the following table.

	2021		2020	
	General & Designated	Restricted	General & Designated	Restricted
<u>General Funds</u>				
Holy Trinity & St Saviour	108,459		3,054	
<u>Designated Funds</u>				
Assistant Priest	46,850			
Denyse de Mauny	100,033		100,000	
Emergency Reserve	43,270			
Music	6,235		9,204	
Other designated	9,853		2,795	
<u>Restricted</u>				
The Kathleen Hannay grant		20,000		
Vicarage		225,328		225,328
SSCS		23,164		25,809
Total	314,700	268,492	115,053	251,137
<i>Per accounts</i>	<i>583,192</i>		<i>366,190</i>	

Overall reserves increased by £217,002, with a £105,435 increase in general reserves (to £108,459) thanks mainly to the surplus generated by St Saviour's and to part of the Government's grant.

Designated reserves increased by £94,243 (to £206,241) due mainly to the Assistant Priest appeal, launched in the summer of 2021 and the funding of an Emergency Reserve by a Government's grant.

The PCC aims to maintain a General Reserves surplus to cover four months of annual running costs (amounted to £286,683 in 2021, but forecasted to £314,780 in 2022).

At 31 December 2021 these reserves covered costs for circa 4.5 months.

Additionally, the Government Grant received included £43,241 to build reserves and this is recorded as a Designated Reserve in the table.

Therefore, the PCC believes that the level of reserves held are sufficient and reasonable to maintain the mission and safeguard the fabric of the church in 2022.

Concerns

The PCC is confident that with the pandemic behind us, 2022 will be a better year for the charity, but as happens with all businesses and charities, the future still presents some uncertainties. Those worth mentioning include the loss of St Saviour's income from the end of August 2022, the possible loss of rental income from Cards for Good Causes, as well as the UK's energy crisis that will impact the charity from December 2022, when the charity will no longer have a fixed contract for the supply of gas.

Two of the designated funds were funded in 2021 by donations from the congregation and a foundation. The Assistant Priest Fund, although doing well, still has pledged donations short of the £135,000 target and there is particular dependence on one donor. Additionally, in the new year the Music programme will be expanding, with the appointment of Music Director scheduled for the first quarter of 2022. The development of this programme relies deeply on another £20,000 grant being secured, as the donations from the congregation in 2021 were less than 50% of those received in the previous year.

Responsibilities of the Trustees and the PCC

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

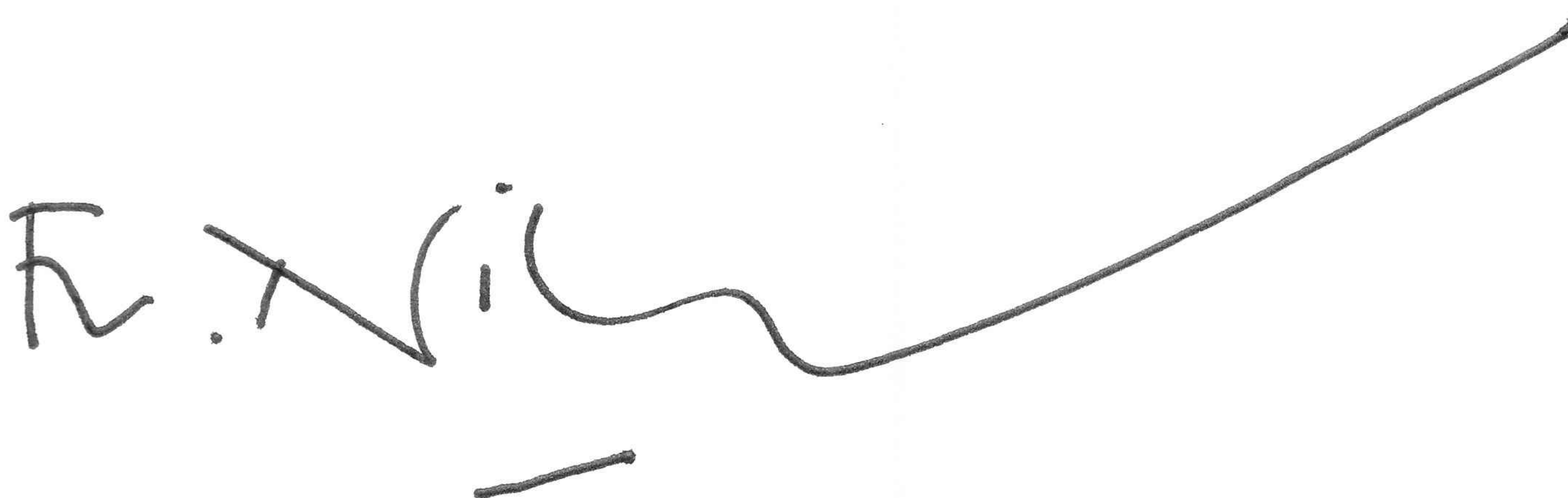
The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and the applicable Charities (Accounts and Reports) Regulations.

They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities. The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

This report has been approved by the PCC on 30 March 2022 and signed on its behalf by:

A handwritten signature in dark ink, appearing to read 'Fr. Nicholas Wheeler', with a long, sweeping horizontal line extending to the right.

Fr. Nicholas Wheeler
Chair

INDEPENDENT EXAMINER'S REPORT to the Trustees of the Parochial Church Council of the Ecclesiastical Parish of Holy Trinity and St Saviour Upper Chelsea

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2021.

Responsibilities and basis of report

As the charity's trustees, 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 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of The Institute of Chartered Accountants in England and Wales.

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

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

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.



John Millidge ACA
Simpson Wreford & Partners
Suffolk House
George Street
Croydon CR0 0YN

Date: 31 March 2022

The PCC of Holy Trinity and St Saviour, Upper Chelsea

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted		Restricted funds £	2021 total funds £	Unrestricted		Restricted funds £	2020 total funds £
		General funds £	Designated funds £			General funds £	Designated funds £		
Income and endowments from:									
Donations and legacies	3	135,817	73,740	132,952	342,509	131,440	17,057	34,169	182,666
Charitable activities	3	211,632	2,066	4,279	217,977	157,331	-	1,473	158,804
Other trading activities	4	1,868	12,987	-	14,855	1,478	-	-	1,478
Investments	3	117	39	-	157	1,005	251	-	1,256
Total		349,434	88,833	137,231	575,498	291,254	17,308	35,642	344,204
Expenditure on:	5								
Raising funds		-	298	-	298	-	-	-	-
Charitable activities		280,117	20,451	27,985	328,554	293,304	5,209	31,873	330,386
Other		5,719	23,328	-	29,047	-	-	-	-
Total		285,836	44,077	27,985	357,899	293,304	5,209	31,873	330,386
Net income/(expenditure)		63,598	44,755	109,246	217,599	(2,050)	12,099	3,770	13,818
Transfers between funds	11	42,405	49,486	(91,891)	-	21,006	(21,006)	-	-
Other gains/(losses)	11	(597)	-	-	(597)	(2,250)	-	(129,688)	(131,938)
Net movement in funds		105,405	94,242	17,355	217,002	16,706	(8,907)	(125,919)	(118,120)
Reconciliation of funds:									
Total funds brought forward		3,054	111,999	251,137	366,190	(13,652)	120,906	377,055	484,310
Total funds carried forward		108,459	206,241	268,492	583,192	3,054	111,999	251,137	366,190

The results set out above have been derived entirely from continuing operations.

The notes on pages 13 to 19 form part of these financial statements.

The PCC of Holy Trinity and St Saviour, Upper Chelsea

BALANCE SHEET AS AT 31 DECEMBER 2021

	Notes	Unrestricted		Restricted funds £	2021 total funds £	2020 total funds £
		General funds £	Designated funds £			
Current assets						
Debtors	8	28,420	6,318	1,650	36,388	27,772
Cash at bank and in hand	10	117,624	204,648	273,555	595,826	396,934
Total current assets		146,044	210,966	275,204	632,214	424,706
Creditors: amounts falling due	9	37,584	4,725	6,712	49,022	58,516
Net current assets/(liabilities)		108,459	206,241	268,492	583,192	366,190
Total assets less current liabilities		108,459	206,241	268,492	583,192	366,190
Total net assets or liabilities	11	108,459	206,241	268,492	583,192	366,190

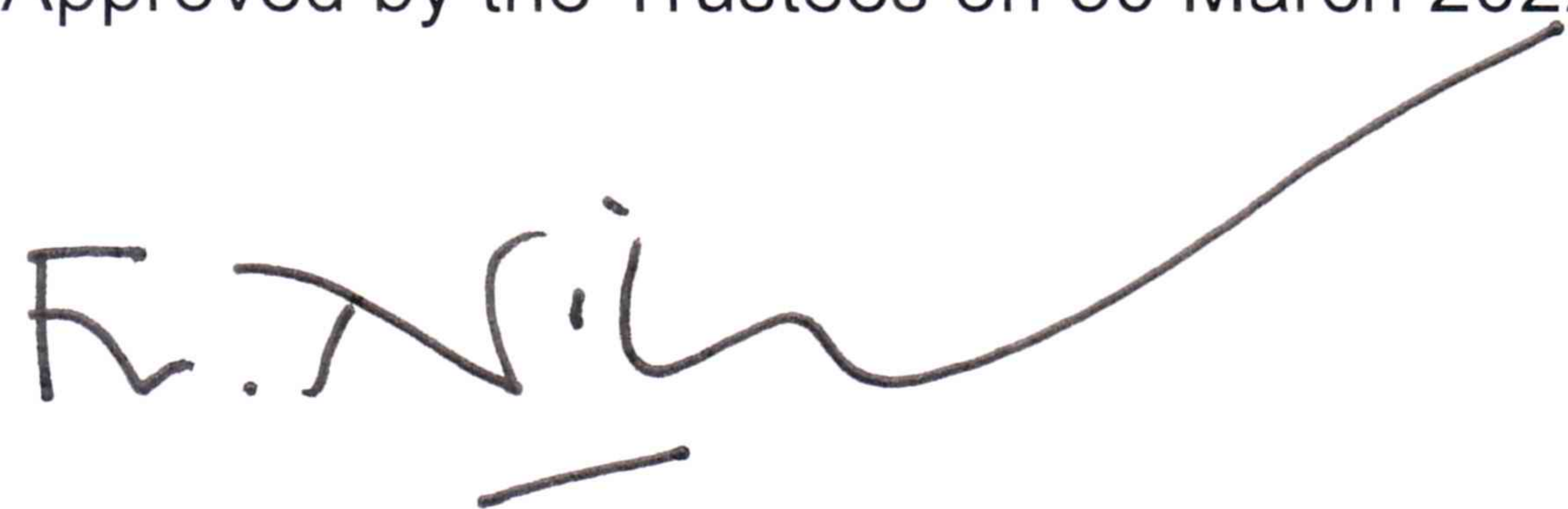
The notes on pages 13 to 19 form part of these financial statements.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

	2021	2020
	£	£
Net income/(expenditure)	217,599	13,818
Other gains/(losses)	(597)	(131,938)
Transfers between funds	-	-
Change in debtors	(8,616)	13,870
Change in creditors	(9,494)	19,004
Cash at bank and in hand	198,892	(85,245)
Cash at bank and in hand at the beginning of the year	396,934	482,179
Total cash at bank and in hand at the end of the year	595,826	396,934

The notes on pages 13 to 19 form part of these financial statements.

Approved by the Trustees on 30 March 2022 and signed on their behalf by



Fr. Nicholas Wheeler
Chair



David Fairlamb
Treasurer

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

Note 1 Basis of preparation

1.1. *Basis of accounting*

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

The accounts have been prepared in accordance with:

- the Statement of Recommended Practice: 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
- the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), and
- the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102.

The financial statements are presented in sterling and are rounded to the nearest pound.

1.2. *Going concern*

The trustees have assessed whether the use of the going concern assumption is appropriate in preparing these financial statements. The trustees have made this assessment in respect to a period of one year from the date of approval of these financial statements.

The trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due.

1.3. *Change of accounting policy*

The accounts present a true and fair view and no changes have been made to the accounting policies adopted.

1.4. *Changes to accounting estimates*

No changes to accounting estimates have occurred in the reporting period.

1.5. *Material prior year errors*

No material prior year error has been identified in the reporting period.

Note 2 Accounting policies

2.1. *Income*

Recognition of income are included in the Statement of Financial Activities when:

- the charity becomes entitled to the resources;
- it is more likely than not that the trustees will receive the resources;
- the monetary value can be measured with sufficient reliability.

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

Grants and donations are only included in the SOFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP).

Legacies (if any) are included in the SOFA when receipt is probable, that is, when there has been grant of probate, the executors have established that there are sufficient assets in the estate and any conditions attached to the legacy are either within the control of the charity or have been met.

The charity received government grants in the reporting period that are recognised when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.

Contractual income and performance related grants were only included in the SoFA once the charity has provided the related goods or services or met the performance related conditions.

The value of any voluntary help received is not included in the accounts.

Income from interest is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

Membership subscriptions received in the nature of a gift are recognised in Donations.

2.2. Recognition of expenditure and liabilities

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

Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

The charity made no redundancy payments during the reporting period.

No material item of deferred income has been included in the accounts.

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

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

2.3. Assets

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

The PCC of Holy Trinity and St Saviour, Upper Chelsea

Note 3 Income

	Unrestricted		Restricted funds	2021 total funds	Unrestricted		Restricted funds	2020 total funds	2019 total funds
	General funds	Designated funds			General funds	Designated funds			
	£	£	£	£	£	£	£	£	£
Donations and legacies									
Donations and gifts	116,862	68,546	18,275	203,683	111,239	14,202	29,105	154,545	219,682
Gift Aid	17,215	5,194	2,786	25,195	20,201	2,855	5,065	28,121	26,645
Grants	1,740	-	111,891	113,631	-	-	-	-	-
Total	135,817	73,740	132,952	342,509	131,440	17,057	34,169	182,666	266,327
Charitable activities									
Special services & events	6,140	2,066	-	8,206	5,758	-	-	5,758	24,255
Property usage	205,492	-	-	205,492	151,573	-	-	151,573	193,115
Chair hire, door sale & sundry	-	-	4,279	4,279	-	-	1,473	1,473	13,129
Total	211,632	2,066	4,279	217,977	157,331	-	1,473	158,804	280,308
Other trading activities									
Sales	1,868	12,987	-	14,855	1,445	-	-	1,445	3,564
Sundry income	-	-	-	-	33	-	-	33	1,865
Total	1,868	12,987	-	14,855	1,478	-	-	1,478	5,428
Income from investments									
Interest income	117	39	-	157	1,005	251	-	1,256	2,575
Total	117	39	-	157	1,005	251	-	1,256	2,575
Total income	349,434	88,833	137,231	575,498	291,254	17,308	35,642	344,204	554,638

Other than the two Government grants mentioned in the next note, the charity received a restricted £20,000 grant from The Kathleen Hannay Memorial Charity to support the costs with music.

Note 4 Government grants

The charity received two Government grants in 2021 (£nil in 2020):

- i) an unrestricted £1,740 Listed Places of Worship Grant scheme from the Department for Digital, Culture, Media & Sport to reimburse the VAT paid over qualified maintenance costs in the previous twelve months; and
- ii) a restricted £91,891 Culture Recovery Fund for Heritage: Second Round, from The National Lottery Heritage Fund, Historic England and the Department for Digital, Culture, Media & Sport. As all the conditions of this grant were met, the charity was allowed to establish a designated Emergency Reserve Fund of £43,264. The balance was to replenish the diminished reserves as a result of Covid-19 restrictions and to provide funds during the return to more normal levels of activity, including funding towards our annual Arts and Crafts Festival held in September 2021.

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Note 5 Expenditure

	Unrestricted		Restricted funds £	2021 total funds £	Unrestricted		Restricted funds £	2020 total funds £
	General funds £	Designated funds £			General funds £	Designated funds £		
Expenditure on raising funds	-	298	-	298	-	-	-	-
Expenditure on charitable activities:								
Ministry	90,376	-	-	90,376	106,091	-	-	106,091
Staff costs	55,788	1,752	-	57,540	56,157	-	-	56,157
Professional & other fees	27,177	1,500	-	28,677	29,675	-	-	29,675
Governance costs	4,922	-	700	5,622	3,587	-	705	4,292
Bank & other charges	1,481	418	76	1,976	1,741	62	236	2,039
Building and maintenance	26,575	-	-	26,575	24,426	-	2,028	26,454
Insurance	15,456	-	-	15,456	15,552	-	-	15,552
Heating, Water and Lighting	19,687	-	-	19,687	18,025	-	-	18,025
Office, Telephone & Internet	19,341	682	-	20,023	13,808	99	-	13,907
Sacristy and Votives	3,406	-	-	3,406	487	-	-	487
Donations & gifts	414	-	-	414	1,025	-	-	1,025
Music	9,393	12,625	6,886	28,903	17,281	4,245	8,813	30,338
General and Sundries	6,103	3,473	5,556	15,132	5,450	803	4,873	11,126
Directors Pay	-	-	9,900	9,900	-	-	9,900	9,900
Scholars	-	-	4,400	4,400	-	-	4,400	4,400
Marketing	-	-	468	468	-	-	918	918
Total expenditure on charitable activities	280,117	20,451	27,985	328,554	293,304	5,209	31,873	330,386
Other								
Cost of Sales	5,719	23,328	-	29,047	-	-	-	-
Total other expenditure	5,719	23,328	-	29,047	-	-	-	-
Total expenditure	285,836	44,077	27,985	357,899	293,304	5,209	31,873	330,386

The breakdown of governance costs was as follows:

	2021 £	2020 £
Governance costs		
Independent Examiner's Fees	2,100	2,000
Legal fees	3,522	2,292
Total	5,622	4,292

Note 6 Paid employees

	2021 £	2020 £
Salaries and wages	55,275	53,664
Social security costs	981	1,256
Pension costs: defined contribution	1,284	1,237
Total staff costs	57,540	56,157

No employees received employee benefits (excluding employer pension costs) for the reporting period of more than £60,000 and none were considered key management.

The charity's average head count was 2.

There were no ex-gratia payments to employees and others (excluding trustees) and no redundancy or termination payment was made in the period.

Note 7 Defined contribution pension

The charity assesses each employee for eligibility as a jobholder under the auto-enrolment system. Any eligible jobholders are auto-enrolled to a group money purchase defined contribution pension

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scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost represents the contributions payable under the scheme by the charity and the charity has no further liability other than the payment of those contributions and the jobholder is responsible for their own pension fund with the pension administrators.

Note 8 Debtors and prepayments

	2021	2020
	£	£
Trade debtors	27,833	9,253
Prepayments	6,557	5,350
Other debtors	1,998	13,168
Total	36,388	27,772

Note 9 Creditors

	Amounts falling due within one year	
	2021	2020
	£	£
Trade creditors	15,302	13,473
Accruals and deferred income	27,631	38,947
Taxation and social security	1,089	1,096
Other creditors	5,000	5,000
Total	49,022	58,516

Additionally, for the next four years, the charity will pay £8,735 per annum on a photocopier lease.

The movement of the deferred income account was as follows:

	2021	2020
	£	£
Balance at the start of the reporting period	34,403	-
Amounts added in current period	212,210	34,403
Amounts released to income from previous periods	(231,086)	-
Balance at the end of the reporting period	15,527	34,403

Note 10 Cash at bank and in hand

	2021	2020
	£	£
Short term cash investments	368,631	325,328
Cash at bank and on hand	227,195	71,606
Total	595,826	396,934

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Note 11 Charity funds

	2021					
	Fund balance brought forward	Income	Expenditure	Transfer	Gains and losses	Fund balances carried forward
	£	£	£	£	£	£
Unrestricted - General: Holy Trinity & St Saviour	3,054	349,434	285,836	42,405	(597)	108,459
Designated - Arts & Crafts Festival	-	19,485	25,671	6,186	-	0
Designated - Assistant Priest	-	46,925	372	297	-	46,850
Designated - Breakfast Club	177	-	-	-	-	177
Designated - Clergy Vestments	938	-	640	(297)	-	0
Designated - Denyse de Mauny	100,000	33	-	-	-	100,033
Designated - Emergency Reserve	-	7	-	43,264	-	43,271
Designated - Flower Guild	-	6,077	4,279	1,044	-	2,841
Designated - Friends	(83)	1,090	-	(1,008)	-	-
Designated - Junior Church	313	5,016	243	-	-	5,085
Designated - Music	9,204	9,901	12,871	-	-	6,235
Designated - Rector's Discretionary Fund	1,450	300	1	-	-	1,749
Restricted - Culture Recovery Fund 21	-	91,891	-	(91,891)	-	-
Restricted - The Kathleen Hannay Grant	-	20,000	-	-	-	20,000
Restricted - Sloane Square Choral Society	25,809	25,340	27,985	-	-	23,164
Restricted - Vicarage Fund	225,328	-	-	-	-	225,328
Total	366,190	575,498	357,899	-	(597)	583,192

The Arts & Crafts Festival has been held for several years, and in 2020 the charity has created a designated fund with any surplus generated being transferred to the general fund at the end of each year. Conversely, when the festival runs at a loss, the general fund will need to finance the festival by transferring moneys to cover for the loss.

In 2017 the charity received a legacy from Denyse de Mauny, which was initially included in the Friends fund. However, in 2020 it was decided that it was better to create a separate designated fund for this legacy. During the year, residual donations into the Friends account are transferred to the general fund, to help with the running costs of Holy Trinity Church.

In June 2021, the charity started raising funds with the aim of employing a full time Assistant Priest and all donations for that purpose are allocated to the Assistant Priest fund.

Thanks to the Culture Recovery Fund for Heritage: Second Round, the charity was able to establish a designated Emergency Reserve Fund with £43,264, which covers 6.5 weeks of the expenditure of the general fund.

The funds received in relation to the Music Fund came from those wishing to support the charity's tradition of music in worship. These funds will help with the appointment of a Director of Music. The charity also intends to appoint a team of choral scholars to work with the charity's singer and create a children's choir in partnership with local state and private schools.

The charity also received a restricted £20,000 grant from The Kathleen Hannay Memorial Charity to support its music plans.

When the Flower Guild was founded in 2020, a group of parishioners, who add floral beauty to the church, self-financed the cost of the flowers with the exception of the lilies for All Souls's day, when members of the congregation contributed for the flowers. In 2021, some members of the Guild continued to pay directly for the flowers, but it was considered best to establish a fund on which moneys could be drawn to pay for flowers when the arrangers on the rota would not be doing so. The fund was mainly supported by donations of some of its members, the surplus generated by the Garden Café run by the Guild in September and by the purchase of lilies by members of the congregation during two liturgical festivals.

The restricted Vicarage fund holds the proceeds of sale of rectory flats in 1998. The diocese, pending a suitable, property related, application for their use being made by the PCC, holds the funds.

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The extraordinary loss in 2021 was mainly due to the unilateral decision of Cards for Good Causes of not paying the full amount they owed us for the sale of the Charity's Christmas cards in 2020. In the 2020, the restricted funds showed a loss of £128,950 corresponding to the transfer of Intermission Youth Theatre's funds to the new charity, Intermission Youth, and the release of the T-shirts fund to its legitimate owner.

	2020					
	Fund balance brought forward	Income	Expenditure	Transfer	Gains and losses	Fund balances carried forward
	£	£	£	£	£	£
Unrestricted - General: Holy Trinity & St Saviour	(13,652)	291,254	293,304	21,006	(2,250)	3,054
Designated - Arts & Crafts Festival	-	2,785	1,233	(1,553)	-	-
Designated - Breakfast Club	176	4	3	-	-	177
Designated - Clergy Vestments	938	-	-	-	-	938
Designated - Denyse de Mauny	-	-	-	100,000	-	100,000
Designated - Friends	99,918	1,090	-	(101,090)	-	(83)
Designated - General Saved Funds	18,113	251	-	(18,364)	-	(0)
Designated - Junior Church	313	-	-	-	-	313
Designated - Music	-	13,178	3,973	-	-	9,204
Designated - Rector's Discretionary Fund	1,450	-	-	-	-	1,450
Restricted - Cadogan Building Fund	1,090	-	1,090	-	-	-
Restricted - Harrods Chaplaincy	938	-	938	-	-	-
Restricted - Intermission Youth Theatre (several funds)	128,950	-	-	-	(128,950)	-
Restricted - Tshirts	738	-	-	-	(738)	-
Restricted - Sloane Square Choral Society	20,011	35,642	29,845	-	-	25,809
Restricted - Vicarage Fund	225,328	-	-	-	-	225,328
Total	484,310	344,204	330,386	0	(131,938)	366,190

Note 12 Transactions with trustees and related parties

The charity is part of the Diocese of London, and, therefore, material interdependencies between the Church and the Diocese arise as a consequence of this relationship. For reporting purposes, the charity and Diocese are not treated as related parties as defined in FRS 102.

The Rector and Assistant Priest, both trustees of the charity, received housing related benefits, directly or indirectly, of £3,369 during the year. Rectory water rates totalled £228, Assistant Priest's service charge and council tax £3,141 (2020: £6,982, this higher amount includes Rectory water rates of £313 and £3,740 for the Assistant Priest's service charge and council tax as well as moving expenses and resettlement grant). No other trustees have been paid any remuneration or received any other benefits from an employment with the charity or a related entity this year and the preceding year.

No trustees' expenses for fulfilling their duties have been incurred this year and the preceding year.

Costs relating to legitimate church business of £2,292 was reimbursed to six trustees (2020: £1,890 to five trustees).

At the end of 2021, the Rector, in his role as Chaplain to the Worshipful Company of Wheelwrights, owed £83 to the charity, which was paid in February 2022. The charity has accrued £1,450 for the potential liability of in future reimbursing the Rector for any expenses he might claim for the period July to December 2021.