

**PAROCHIAL CHURCH COUNCIL
OF ST MICHAEL AND ALL ANGELS WITH ST JAMES CROYDON
TRUSTEES' REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

Registered Charity number 1134764

**PAROCHIAL CHURCH COUNCIL
OF ST MICHAEL AND ALL ANGELS WITH ST JAMES CROYDON**

REFERENCE AND ADMINISTRATION DETAILS

FOR THE YEAR ENDED 31 DECEMBER 2020

The Parochial Church Council of St Michael and All Angels with St James is a charity registered with the Charity Commission. However, the Church of England retains its governing status and custodial role.

The parish is situated in West Croydon: it is part of the Diocese of Southwark within the Church of England. The correspondence address is Poplar Walk, Croydon, CR0 1UA.

Members of the Parochial Church Council are the charity trustees. They are either ex officio or elected by the Annual Parochial Church Meeting in accordance with the Church Representation Rules.

The trustees at the date of this report as follows:

Ex officio:	Reverend Fr Timothy Pike (Incumbent) Reverend Fr Nigel Palmer (Associate Curate) – from 7 October 2020 Philip Bignell (Churchwarden) Joseph Goswell (Churchwarden) Anthony Adeloye (Deanery Synod Representative)
Elected:	Robert Austen Helen Bonorchis Anne Fleming Margaret Frame Chris Hood Simon Jones Jacqueline McDowall Gloria Renner-Thomas Nina Schwartz

In addition, the following person was ex officio: Reverend Fr Philip Kennedy (Associate Curate) to 25 October 2020; and the following person was an elected member: Kevin Ward to 15 December 2020.

Registered Address:	The Church of St Michael and All Angels Poplar Walk, Croydon. CR0 1UA
Charity Number:	1134764
Independent Examiner	Mr Adam Halsey haysmacintyre, 10 Queen Street Place, London. EC4R 1AG
Bankers	National Westminster Bank plc 40 Whitgift Centre, Croydon. CR0 1UQ

**PAROCHIAL CHURCH COUNCIL
OF ST MICHAEL AND ALL ANGELS WITH ST JAMES CROYDON**

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees have pleasure in presenting their report together with the financial statements of the charity for the year ended 31 December 2020.

The financial statements have been prepared in accordance with the Charities Act 2011 and the Statement of Recommended Practice 'Accounting and Reporting by Charities' SORP 201 (FRS 102).

AIMS AND PURPOSES

The Parochial Church Council (PCC) of St Michael and All Angels with St James, Croydon, has the responsibility of cooperating with the incumbent, the Reverend Canon Timothy Pike, in promoting in the ecclesiastical parish, the whole mission of the church, pastoral, evangelistic, social and ecumenical. The PCC is also specifically responsible for the maintenance of the church of St Michael and All Angels and its adjacent hall.

The parish is affiliated to The Society under the Patronage of St Wilfrid and St Hilda. The PCC has passed a resolution in accordance with the House of Bishops' Declaration on the ministry of bishops and priests, and the parish is under the pastoral care of the Bishop of Fulham.

OBJECTIVES AND ACTIVITIES

The PCC is committed to enabling as many people as possible to worship at our church and to become part of our parish community. The PCC maintains an overview of worship. Mass is celebrated daily and with traditional solemnity on Sundays and other significant days in the liturgical calendar.

When planning activities, the PCC has considered the Charity Commission's guidance on public benefit and, in particular, the supplementary guidance on charities for the advancement of religion. We try to enable people to live out their faith as part of our parish community through:

- Worship and prayer; learning about the Gospel; and developing their knowledge of and trust in Jesus Christ.
- Provision of pastoral care for people living in the parish.
- Missionary and outreach work.

To facilitate this work, it is important that we maintain the fabric of the church and hall and keep the church open as much as possible. The PCC completely endorses the operation of the Pastoral Assistant scheme which, funded by grants received, helps in fulfilling these objectives.

ACHIEVEMENTS AND PERFORMANCE

The PCC ordinarily monitors the performance of the church in meeting its objectives by regularly receiving and reviewing reports by the incumbent and other church officers. In 2020 this took place under extraordinary circumstances.

2020: An Extraordinary Year

The Coronavirus pandemic has had the most drastic impact on all aspects of life, including the life of the Church.

Public worship was prohibited on 17th March and from 25th March the clergy were not even allowed to access Church buildings for private prayer. The daily offering of Divine Worship continued during lockdown in the Clergy House.

Private prayer in Church was permitted again on 15th June and the public celebration of Mass was permitted from 5th July, subject to risk assessment and the careful imposition of Covid security measures.

During the subsequent winter lockdown Churches were allowed by the Government to remain open for public worship.

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TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

Worship and Study

During 2020 so many things had to stop. People were unable to attend Church for three months. It was not possible to have Sunday School. Only choirs have been allowed to sing at Mass, and then not always. Our practice of catechesis and Christian study ceased. Normal expressions of communion and fellowship were halted: both liturgically – for example the sign of peace, the sharing of the chalice; and socially – it has not been possible to share refreshments together on Sunday mornings or even mingle after services to greet one another. Our outreach to those in need has been drastically curtailed: the Refugee Drop-In centre has been suspended for much of the past year. It has not been possible for the clergy and Pastoral Assistants to visit Croydon College or the Hospital Chaplaincy. We have missed visits from Trinity School and the Vicar has not been able to celebrate the termly Mass in the school over the past 12 months.

One thing has continued throughout the year and entirely without exception. And that is that, in accordance with the venerable, long-standing tradition of this Parish and with the norms of Catholic spiritual life, the Holy Sacrifice of the Mass has been offered daily. The Vicar was grateful to his colleagues and to the Church Wardens for their unanimous conviction that the Mass is the source and summit of the Christian life and that, therefore, it was the daily celebration of Mass that was to be the priority when all else had to cease.

In fact, the liturgy was celebrated richly, to a very high standard and with an astonishing reach in the early part of the year. This was due to two particular factors. First, at the start of the lockdown Joshua Ryan, our then Assistant Director of Music, and Fr Philip, our then Assistant Curate, took up temporary residence in the Vicarage, armed with keyboards and iPads. Which introduces the second factor; thanks to Fr Philip's IT prowess we were able to livestream the daily Mass from the Vicarage Dining Room! This new and well-resourced Clergy House arrangement enabled many parishioners to feel a connection with the daily worship of the Church. It also gained St Michael's Croydon many new friends from near and far, not least because people enjoyed the sung liturgy, even as offered by only three people.

There was another positive effect too. The clergy were particularly grateful for and upheld by the many expressions of gratitude and affection that were offered by those who joined in with worship online. The pandemic has helped us to realise what a gift it is to be able to access prayer and worship. Now we no longer take that gift for granted, as perhaps we might have done before. The lockdown has also reminded us that we are a gift to one another.

With regard to the gradual re-opening of the Church and restoration of public worship, particular appreciative tribute should be paid to the Bishop of Fulham and to our Director of Music, Andy Scott. Bishop Jonathan was assiduous in his support of the clergy during the spring lockdown. He also encouraged parishes to prepare for a maximum uptake of the opportunities offered with each relaxation of Covid restrictions. It was a tremendous encouragement for the clergy to hear that the Bishop wanted us to get back to work in Church as soon as possible. And Andy's wisdom, experience and zeal meant that thorough risk assessments were undertaken and a careful programme of Covid security measures were put in place in time for the re-opening of the Church. Bishop Jonathan was quick to come to St Michael's to pray privately with parishioners before the Blessed Sacrament and to offer pastoral support, not least to parishioners who had worked 'on the front line' as nurses and chaplaincy support in Croydon University Hospital.

Since last July the Church has been open every day and Mass has been celebrated. We are grateful to our Pastoral Assistants, who were able to return from exile and assist in the task of Church sitting. We were awarded a grant of £4,950 by the Croydon Episcopal Area for the appointment of Lay Minister Covid Stewards to help ensure social distancing, offer pastoral support to visitors and oversee the safety of those who visit the Church. This we have done and we have been grateful for this Diocesan grant to help us re-open each day.

By opening our doors as much as possible, we have been able to attract new worshippers to St Michael's. We expect a good increase in the number on the Electoral Roll of the parish in 2021. At the end of 2020, the average attendance at weekday Mass was between 15 and 25. Sunday Mass numbers were beginning to grow again and extra Masses were organised to avoid over-crowding.

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TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

It has been a particular delight to have had as much lovely music as possible at the Solemn Mass on Sundays and on special occasions. We are hugely grateful to the members of choir for all they have done to be robed and in fine voice at absolutely every opportunity. We have enjoyed the singing of individual cantors at Mass when the full choir was not permitted to sing. We even enjoyed our traditional Advent and Christmas Carol Services in December, though it was very emotional and poignant that, apart from the Choir, the congregation was not able to sing those much loved songs.

Our 2020 Easter and Christmas attendance and communicant numbers look drastic! Here are some 2020 figures, with 2019 figures in brackets.

Easter Communicants	3	(215)
Easter Attendance	3	(263)
Number of Facebook Livestream Views (Easter Vigil & Easter Day Masses)	623	
Attendance at Special Services in Advent	140	(434)
Christmas Communicants	132	(144)
Christmas Attendance	156	(218)
<i>(Christmas figures are for Masses on 24th & 25th December)</i>		
Average Sunday Attendance in October	94	(115)
Average October Weekly Weekday Service Attendance	170	(162)
Average Sunday Livestream Views in May	587	
Average Weekday Livestream Views in May	1,043	
Baptisms	3	(5)
Weddings	0	(2)
Funerals in Church	1	(4)

Staff Changes

There were a number of significant staff changes during 2020.

In the summer our Pastoral Assistant **Stephen Miller** left us to begin training for Ordination at St Stephen's House, Oxford. We are delighted that he was recommended to train for the priesthood and wish him well. **Jordan Kay** and **Scott Canadas** continued to serve as Pastoral Assistants, though their experience has been sadly inhibited by lockdown.

Our Assistant Director of Music **Joshua Ryan** left in the autumn to take up a new appointment as Organist at the Royal Hospital Chelsea. Joshua's contribution to our liturgical life during lockdown was outstanding and we are very grateful to him. We were delighted to be able to appoint **Nick Tall** to take on the ADOM role.

In the autumn our Parish Administrator **Paul Shipley** left to take up a full time post as Parish Administrator in Sanderstead. We are tremendously grateful to Paul for his good cheer and dedication to St Michael's, which has continued in many helpful quiet ways even after his move.

During the autumn we were delighted to announce the appointment of **Luke Demetri** as our new Assistant Curate. He is currently completing his studies for the priesthood at St Stephen's House, Oxford and will, God willing, be ordained deacon in June 2021 and priest a year after that.

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After a very distinguished curacy at St Michael's, **Fr Philip Kennedy** was appointed Assistant Curate of St Bartholomew's Brighton. We bade farewell to him in October 2020. It was sad that we were unable to have a great party to celebrate all that Fr Philip contributed to our life together. But he was presented with a gift from parishioners of £1,000, which was a telling indication of the respect and affection in which he is held here.

Meanwhile, out with the old and in with the new: we were extremely pleased to welcome **Fr Nigel Palmer** as our new SSM Curate. SSM stands for Self Supporting Minister, which means that Fr Nigel does not receive a stipend or accommodation in relation to his ministry. Fr Nigel was licensed to the parish in October. He has quickly settled into parish life here and has already conducted a Zoom Catechesis course on the Doctors of the Church. He is looking forward to post-Covid opportunities to get to know the congregation better.

Our Links with the Wider Church

During 2020 St Michael's has been pleased to participate in the life of the Croydon Central Deanery, albeit mostly online, both through the clergy chapter and the Deanery Synod. It has been a pleasure to collaborate with friends at Croydon Minster and St Alban's South Norwood in devotional activities and in terms of mutual support for the clergy.

We have played an active part in the life of the Diocese in various ways, not least in paying our Parish Share in full and on time.

During 2020 we have had far fewer visitors than usual. But the Bishop of Fulham, the Bishop of Southwark and the Archdeacon of Croydon have all had occasion to visit St Michael's on various occasions.

Earlier in the year the clergy and Churchwardens attended the farewell service at Emmanuel South Croydon for the Venerable Chris Skilton, who retired as Archdeacon. He was always a great friend of St Michael's.

In July the Bishop of Southwark appointed Fr Tim to an Honorary Canonry at Southwark Cathedral. He was installed on 4th October and was glad to have had the support of Churchwardens and colleagues at that service.

Thanks

In 2020 Joseph Goswell and Philip Bignell continued to serve as Churchwardens with great dedication and kindness, not least in carrying out their duty of care to the clergy. We are tremendously grateful to them for their cheerful and generous commitment of time and energy to the life and ministry of our Parish.

The Parish was very well served by many generous people who make the life of the church happen smoothly and well. We are very grateful not just to our Wardens but also to our PCC Secretary, our Parish Administrator, our Director of Music and all our musicians, our servers, Church sitters, cleaners, gardeners, flower arrangers and holy dusters.

We are extremely grateful to Gloria Renner Thomas, whose calm and reliable dedication to her important work as our Safeguarding Officer is very much appreciated by everyone here at St Michael's and widely admired by our Diocesan Safeguarding colleagues.

We thank them all for their contribution to the life of the church here at St Michael's and trust that there will be even more opportunity for us all to work together for the glory of God and the building up of the Church in a new post-Covid time.

PLANS FOR FUTURE PERIODS

In the coming year the Incumbent and PCC will continue to ensure that the Christian life and Catholic ethos of the Parish is celebrated and developed by the offering of divine worship and opening the church to visitors every day, as conditions allow.

We will continue to take all steps to ensure St Michael's is well placed to take full advantage of all relaxations in Covid restriction. But we will also take care to ensure the safety and well-being of all who visit our Church.

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FOR THE YEAR ENDED 31 DECEMBER 2020

We look forward to a fuller resumption of Catechesis programmes.

The imminent redevelopment of West Croydon will offer important opportunities to St Michael's to witness to new residents of our Parish.

An important element of future planning is the commemoration in 2021 of the 150th anniversary of the foundation of the Parish of St Michael's, Croydon. Some significant dates include 28th July, the actual anniversary of the foundation of the Parish by an Order in Council; 31st August, the anniversary of the appointment of Canon Hoare as the first Minister in Charge of the Parish; and 26th November, the anniversary of the first service to be held in the Upper Room. Visiting preachers and splendid liturgies have been organised to mark these events.

We will continue to work with other parishes in the Deanery and with our ecumenical friends to worship God and serve our neighbours in practical ways. We commit to being gracious and generous supporters of the deanery, the diocese and the Fulham fellowship.

Meanwhile, the Incumbent and PCC will need to take stock of our Covid-related experiences and to consider what we have learnt. The coming year will offer a chance to start our parish life afresh and plan for the appropriate resumption of many activities. There are various fabric projects that have been on hold and will now need to be brought to completion.

The Incumbent and PCC gladly commit themselves to these tasks, grateful for all that has been given us and mindful of our responsibilities to the present congregation, to the wider community and to future generations.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Clerical trustees are ex officio; in accordance with Church Representation Rules, lay trustees are elected at the annual church meetings. All eligible church attendees are encouraged to register on the electoral roll and stand for election.

One ordinary meeting of the full council was held in person in 2020 before the lockdown closures. Necessary business was conducted throughout the remainder of the year by email correspondence and meeting via zoom. The officers spoke and corresponded frequently throughout the year and hold that the affairs of the parish have been responsibly discharged within the challenging framework of the pandemic.

The Good Shepherd Mission Hall Charity is a separate charity with separate objects. However, the area of benefit of the charity is the parish and the PCC is grateful for the generous revenue grant of £20,000 (2019 - £35,000) made to support its work.

RISK MANAGEMENT

The PCC has a risk management strategy to keep under review and identify significant risks the Parish may face and to establish where possible, systems and procedures to mitigate them. The PCC is clear in focussing on the everyday application of safe and ethical practices on the daily life of the parish, and through the clergy, assisted by Andy Scott, has followed extensive church guidance for the safe opening and continued use of the church after the initial lockdown. The operational risks cover the fabric and the churchyard, access to buildings and control over various aspects that could cause harm to people and compromise the financial security of the church.

The continuing financial risks in 2021 include the loss of income through the closure of the hall and a substantial reduction in car park hiring. The West Croydon development agreement was completed in spring 2021 and through its participation in this the PCC has gained a significant windfall receipt, which has not been included in the accounts to December 2020. On this basis the trustees are confident that a going concern basis is suitable for these accounts.

FINANCIAL REVIEW AND RESERVES POLICY

The financial statements show a modest deficit for the year on unrestricted funds of £778, after depreciation, (2019 deficit of £4,401) which has reduced the level of unrestricted reserves slightly. This has only been achieved in this very difficult year by the continuing generosity of parishioners and the PCC carefully ensuring all expenditure is both essential

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FOR THE YEAR ENDED 31 DECEMBER 2020

and best value. The PCC is very grateful for parishioners including the parish as a beneficiary in their wills.

The parish continues to receive substantial financial support from the diocese by reason of two full time stipendiary priests, the parish's contribution to the diocesan parish support fund falling well short of their costs. The movement on restricted funds was a surplus of £6,616 (2019 deficit of £6,151).

The Trustees have a policy to maintain the balance of reserves at a level that is sufficient to provide funding to continue operations. The balance of unrestricted reserves, although substantially represented by the hall and car park, do continue to provide the Parish with sufficient working capital to meet its responsibilities. Trustees consider that the current level of reserves are sufficient to meet the obligations set out above.

FUNDRAISING

The PCC does not solicit funds via telephone, email or direct mail, nor does it use third party commercial fundraisers. The charity is committed to being accountable and responsible and if its fundraising approach changes, it will register with the UK fundraising regulator. The charity did not receive any complaints about fundraising activity during 2020.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the trustees' report and the 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 & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.. In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the 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 enable them to ensure that the financial statements produced from them comply with applicable legal requirements. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Parochial Church Council and signed on its behalf by:



.....
Reverend Canon Timothy Pike
Vicar and Chair of the Trustees

5th May 2021

INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF

PAROCHIAL CHURCH COUNCIL OF ST MICHAEL AND ALL ANGELS WITH ST JAMES CROYDON

I report to the trustees on my examination of the accounts of the Charity for the year ended 31 December 2020.

Responsibilities and basis of report

As the charity trustees of the Charity 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 Charity'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

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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.



Adam Halsey FCA DChA
For and on behalf of
Haysmacintyre LLP

10 Queen Street Place
London
EC4R 1AG

5 May 2021

PAROCHIAL CHURCH COUNCIL OF ST MICHAEL AND ALL ANGELS WITH ST JAMES CROYDON

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Income from:					
Donations and legacies		95,705	56,384	152,089	146,556
Other trading activities		11,671	-	11,671	26,849
Investments		235	-	235	468
Total income	2	<u>107,611</u>	<u>56,384</u>	<u>163,995</u>	<u>173,873</u>
Expenditure on Charitable activities:	3	<u>(108,389)</u>	<u>(49,768)</u>	<u>(158,157)</u>	<u>(184,425)</u>
Total expenditure		<u>(108,389)</u>	<u>(49,768)</u>	<u>(158,157)</u>	<u>(184,425)</u>
Net (expenditure)/income	4	<u>(778)</u>	<u>6,616</u>	<u>5,838</u>	<u>(10,552)</u>
Net movement in funds		<u>(778)</u>	<u>6,616</u>	<u>5,838</u>	<u>(10,552)</u>
Fund balances brought forward at 1 January 2020		<u>627,711</u>	<u>77,364</u>	<u>705,075</u>	<u>715,627</u>
Fund balances carried forward at 31 December		<u>626,933</u>	<u>83,980</u>	<u>710,913</u>	<u>705,075</u>

The accompanying notes form part of these accounts.

PAROCHIAL CHURCH COUNCIL OF ST MICHAEL AND ALL ANGELS WITH ST JAMES CROYDON

BALANCE SHEET

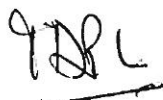
AT 31 DECEMBER 2020

	Notes	£	2020	£	£	2019	£
FIXED ASSETS	5			600,160			609,920
CURRENT ASSETS							
Debtors	6	6,350			49,563		
Cash at bank and in hand		136,181			81,666		
		<u>142,531</u>			<u>131,229</u>		
CREDITORS: amounts due within one year	7	(31,778)			(36,074)		
NET CURRENT ASSETS				110,753			95,155
				<u>710,913</u>			<u>705,075</u>
FUNDS							
Restricted funds	8			83,980			77,364
Unrestricted funds	9			626,933			627,711
TOTAL FUNDS				<u>710,913</u>			<u>705,075</u>

The financial statements were approved and authorised for issue by the Parochial Church Council on 5th May 2021 and were signed below on its behalf by:



Philip Bignell
Treasurer and Trustee



Reverend Canon Timothy Pike
Vicar and Trustee

The accompanying notes form part of these accounts.

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), and the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102. The charity is a public benefit entity registered as a charity in England and Wales. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The accounts have been prepared on a going concern basis as there are no material uncertainties about the Charity's ability to continue operating for the foreseeable future. During the Covid-19 closure, the income lost from collections, the hall and the car park has to some extent been mitigated by donations and legacies. In addition, the West Croydon development agreement was completed in spring 2021 and through its participation in this the PCC has gained a significant windfall receipt. This has not been included in the accounts to December 2020 but having been received in early 2021 has now provided additional reserves to provide a solid financial foundation for the future.

Tangible fixed assets

Depreciation is provided on a straight-line basis to write off the amount of fixed assets, except freehold land, over their expected useful lives. It is calculated at the following annual rates:

- freehold buildings at 2%;
- fixtures and fittings at 20%.

Expenditure exceeding £5,000 is included in fixed assets if it is of a capital nature.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a maturity of three months or less.

Income

Income is recognised once the charity has entitlement to the resources, it is probable that the income will be received, and the amount can be assessed with sufficient reliability.

Expenditure

Charitable expenditure consists of all expenditure relating to the objects of the charity. All costs are directly attributable to the activities under which they have been analysed. Governance costs include expenditure on the governance of the Charity and its assets and are primarily associated with constitutional and statutory requirements. Irrecoverable VAT is included with the category of expense to which it relates.

Fund accounting

Restricted funds reflect funds to be applied to the relevant designated restricted purposes. Unrestricted funds are available for used by the charity in accordance with its objectives.

PAROCHIAL CHURCH COUNCIL OF ST MICHAEL AND ALL ANGELS WITH ST JAMES CROYDON

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2020

2. INCOME	2020	2019
	£	£
Donations and legacies		
Gift Aid donations	21,845	26,593
Income tax recoverable	9,063	6,495
Cash offerings	11,549	17,085
Online giving	6,374	-
Grant from Good Shepherd Mission Hall	20,000	35,000
Other grants	47,756	20,500
Other donations	9,154	4,470
Legacies	26,346	36,413
	<u>152,089</u>	<u>146,556</u>
Other trading activities		
Lettings and fees	10,823	21,086
Shop receipts	848	5,763
	<u>11,671</u>	<u>26,849</u>
Investment income		
Bank interest receivable	235	468
TOTAL INCOME	<u>163,995</u>	<u>173,873</u>
3. EXPENDITURE	2020	2019
	£	£
Charitable activities		
Fundraising costs	643	6,381
Services	12,856	14,419
Administration costs	6,488	7,599
Clergy and support costs	7,479	9,286
Property costs	38,358	65,366
Pastoral assistant costs	44,101	23,944
Other costs	45,232	49,430
Governance costs	3,000	8,000
	<u>158,157</u>	<u>184,425</u>
4. NET (EXPENDITURE)/INCOME FOR THE YEAR	2020	2019
	£	£
This is after charging:		
Depreciation	9,760	9,760
Independent examination fee	3,000	6,500

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NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2020

5. TANGIBLE FIXED ASSETS

	£
Cost or valuation	
At 1 January 2020 and at 31 December 2020	688,000
Depreciation	
At 1 January 2020	78,080
Charge for the year	9,760
At 31 December 2020	87,840
Net book amount	
At 31 December 2020	600,160
At 31 December 2019	609,920

The trustees reviewed the valuations of the freehold land and buildings owned by the Charity. The Trustees used insurance valuations and council tax bandings as a guide. The property is all in functional use and therefore the cost of a full valuation would be an unnecessary use of the assets of the Charity. Subsequent additions have been accounted for at cost and depreciated in accordance with the accounting policy.

6. DEBTORS

	2020	2019
	£	£
Other debtors	6,350	49,563
	<u>6,350</u>	<u>49,563</u>

7. CREDITORS: amounts due within one year

	2020	2019
	£	£
Accruals	16,759	17,815
Good Shepherd Mission Hall	15,019	18,259
	<u>31,778</u>	<u>36,074</u>

PAROCHIAL CHURCH COUNCIL OF ST MICHAEL AND ALL ANGELS WITH ST JAMES CROYDON

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2020

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8. RESTRICTED FUNDS	Balance Brought forward £	Income £	Expenditure £	Total Funds £
In Memoriam Mr W Baker	52,405	-	-	52,405
Organ and music	6,019	-	(688)	5,331
Pastoral assistant scheme	15,740	42,334	(44,101)	13,973
Vestments and fabrics	-	6,800	-	6,800
Lay minister	-	4,950	(2,679)	2,271
Other funds	3,200	2,300	(2,300)	3,200
Funds at 31 December 2020	77,364	56,384	(49,768)	83,980

RESTRICTED FUNDS	Balance Brought forward £	Income £	Expenditure £	Total Funds £
In Memoriam Mr W Baker	52,405	-	-	52,405
Organ and music	8,726	-	(2,707)	6,019
Pastoral assistant scheme	19,184	20,500	(23,944)	15,740
Other funds	3,200	-	-	3,200
Funds at 31 December 2019	£83,515	20,500	(26,651)	77,364

These funds are for the following purposes – in memoriam W Baker for a suitable memorial; organ fund for organ Maintenance; pastoral assistant scheme for the continuing operation of this project whereby candidates can Experience parish life, as they consider offering themselves for the sacred ministry; vestments and fabrics for new vestments or repairs to existing fabrics, and lay ministers for cost engaging lay minister to help keep the church open.

9. FUNDS	Unrestricted Funds £	Restricted Funds £	Total Funds £
Funds as at 1 January 2020	627,711	77,364	705,075
Income	107,611	56,384	163,995
Expenditure	(108,389)	(49,768)	(158,157)
Funds at 31 December 2020	626,933	83,980	710,913

FUNDS	Unrestricted Funds £	Restricted Funds £	Total Funds £
Funds as at 1 January 2019	£632,112	£83,515	£715,627
Income	153,373	20,500	173,873
Expenditure	(157,774)	(26,651)	(184,425)
Funds at 31 December 2019	627,711	77,364	705,075

PAROCHIAL CHURCH COUNCIL OF ST MICHAEL AND ALL ANGELS WITH ST JAMES CROYDON

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2020

10. COMMITMENTS

The Charity had no commitments under operating leases nor any capital commitments at 31 December 2020 (2019: £Nil).

11. RELATED PARTIES

There were no related party transactions during the year. (2019: None)

PAROCHIAL CHURCH COUNCIL OF ST MICHAEL AND ALL ANGELS WITH ST JAMES CROYDON

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2020

13. PRIOR YEAR STATEMENT OF FINANCIAL ACTIVITIES

	Notes	Unrestricted funds £	Restricted funds £	Total 2019 £
Income from:				
Donations and legacies		126,056	20,500	146,556
Other trading activities		26,849	-	26,849
Investments		468	-	468
Total income	2	<u>153,373</u>	<u>20,500</u>	<u>173,873</u>
Expenditure on Charitable activities:	3	<u>(157,774)</u>	<u>(26,651)</u>	<u>(184,425)</u>
Total expenditure		<u>(157,774)</u>	<u>(26,651)</u>	<u>(184,425)</u>
Net (expenditure)/income	4	<u>(4,401)</u>	<u>(6,151)</u>	<u>(10,552)</u>
Fund balances brought forward at 1 January 2019		632,112	83,515	715,627
Fund balances carried forward at 31 December 2019		<u>627,711</u>	<u>77,364</u>	<u>705,075</u>