



**Parochial Church Council of the
Ecclesiastical Parish of St Mary,
Cheadle
Financial Statements**

For the year ended 31 December 2020

Charity Number: 1134783

**Incorporating the Churches of St Mary
&
St Cuthbert**

THE PARISH OF CHEADLE ST MARY

(INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

REPORT OF THE PCC TO THE MEMBERS OF ST MARY'S AND ST CUTHBERT'S CHURCHES FOR THE YEAR ENDED 31 DECEMBER 2020

REFERENCE AND ADMINISTRATIVE INFORMATION:

MEMBERSHIP OF THE PAROCHIAL CHURCH COUNCIL

Members of the PCC are either ex-officio or elected by the Annual Parochial Church Meeting (APCM) in accordance with the Church Representation Rules. During the year the following served as members of the PCC:

Incumbent	Rev Dr Robert Munro	
Associate Ministers	Rev S Tomalin	Rev M Newman
Licensed Pastoral Worker		R. Ormiston
Wardens	S Mealand S Parikh	L. Campbell (Deputy Warden) G. Thomas (Deputy Warden - to 21/10/20) I Howard (Deputy Warden - from 21/10/20)
Representative on the General Synod	J Harris	
Representative on the Diocesan Synod	F Goode G Lowcock	
Representatives on the Deanery Synod	F Goode J Harris G Lowcock	J Berry (from 21/10/20) P. Berry R. Ormiston - ex officio
Elected Members	St Mary's J. Adams (until 21/10/20) L Gribbin P Johnson (from 21/10/20) R. Navesey T. Phillips L. Read P. Wells	St Cuthbert's J Berry D. Beynon (until 21/10/20) J. Davids A Pugh (from 21/10/20) W. Richbell-Brown
PCC Secretary (co-opted)	T. Wells	

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Incumbent: Rev Dr Robert S Munro
The Rectory
1 Depleach Road
Cheadle
Cheshire
SK8 1DZ

Parish Office: The Upper Room
11 Wilmslow Road
Cheadle
Cheshire
SK8 1DW

Bankers: CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

National Westminster Bank
34 High Street
Cheadle
Cheshire
SK8 1AF

CCLA Investment Management Ltd
HSBC
Senator House
85 Queen Victoria Street
London
EC4N 4TR

Independent Examiner: Eric Langer
Langer & Co
8-10 Gatley Road
Cheadle
SK8 1PY

THE PARISH OF CHEADLE ST MARY

(INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

INTRODUCTION

The Parochial Church Council (PCC) of the Parish of St Mary, Cheadle presents its reports and financial statements for the year ended 31 December 2020. The Parish is a part of the Church of England, in the Diocese of Chester, Parish number 1203 and is located in the Deanery of Cheadle. The legal and administrative information set out on pages 2 and 3 forms part of this report. These financial statements comply with the current statutory requirements, Church Accounting Regulations and the Charities SORP (FRS102), as amended by Update Bulletin 2, effective January 2019. Note is also made of the recommendations of "The Charities Act 2011 and the PCC" 4th edition published by Church House in 2013.

1. STRUCTURE GOVERNANCE AND MANAGEMENT

CONSTITUTION

The Parochial Church Council (PCC) is a corporate body established by the Church of England. The PCC operates under the Parochial Church Council Powers Measure. The PCC was registered as a charity in England & Wales on 10th March 2010 under the name "The Parochial Church Council of the Ecclesiastical Parish of St Mary, Cheadle", Charity Number 1134783. The PCC operates under the registered working name "Cheadle Parish PCC". The appointment of PCC members is governed by and set out in the Church Representation Rules.

RECRUITMENT, INDUCTION AND TRAINING OF PCC MEMBERS

The PCC is made up of individuals voted by the APCM, for a three year term and ex-officio members comprising clergy, licensed workers and Diocesan and Deanery Synod representatives.

We have developed a formal induction and training of PCC members. In addition we ensure that members of the PCC who have specific responsibilities (such as for Health and Safety, Disability Discrimination, Child Protection and Finance) are able to do so, either by their external experience, training or by support provided by the Diocese.

ORGANISATION AND COMMITTEE STRUCTURE

Vision & Strategy Group

This is a group of people from both churches who support the Rector in discerning the vision and focus of the parish. They also help the Rector to identify how best to communicate these plans in order to best engage the congregations.

Three Committees report to the PCC:

Finance & Standing Committee

This is the only committee required by law. It has power to transact the business of the PCC between these meetings, subject to any directions given by the Council. It oversees the general financial dimension of the work of St Mary's and St Cuthbert's. Membership is the Rector, the Associate Minister of St Cuthbert's, Associate Minister of St Mary's, the Wardens/ Deputy wardens and Treasurer of St Mary's, the Wardens/ Deputy wardens and Treasurer of St Cuthbert's, the PCC Secretary and up to two nominees of the PCC, this currently includes the Operations Manager.

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St Cuthbert's Committee

Attends to matters relating to St Cuthbert's in between full meetings of the PCC subject to any directions given by the Council, including matters in relation to the following properties: St Cuthbert's Church, 4 Cuthbert Road and Councillor Lane Old School.

St Mary's Finance & Scrutiny Committee

Attends to matters relating to St Mary's in between full meetings of the PCC subject to any directions given by the Council including matters in relation to the following properties: St Mary's Church and churchyard, the Upper Room, 1 Depleach Road, 1 Warren Avenue and 39 Oakfield Avenue. Membership is the Rector, St Mary's Associate Minister, the two Wardens, the Operations Manager, the Treasurer and the PCC Secretary.

St Mary's has nine support groups that report to the Finance & Scrutiny Committee and PCC in their respective areas:

Resources Support Group: Deals with matters relating to property and other St Mary's resources.

Worship and Prayer Support Group: Deals with matters relating to church worship.

Mission Support Group: Deals with matters relating to mission and relief agencies.

Children and Youth Support Group: Deals with matters relating to work with children and youth.

Pastoral Support Group: Deals with matters related to providing pastoral care.

Evangelism and Social Action Support Group: Deals with the evangelistic outreach of the church.

Discipleship Support Group: Deals with matters relating to adult discipleship.

Social and Community Support Group: Deals with organising of Church wide Social Events

Upper Room Café Support Group: Deals with matters relating to the Upper Room Café ministry.

Risk

The PCC monitors risk and takes steps to minimise the potential impact. Areas identified include safety of the premises, child protection and the carrying of reserves to cover financial commitments.

2. OBJECTIVES AND ACTIVITIES OF THE PCC

The primary object of all PCCs is the promotion of the Gospel of our Lord Jesus Christ according to the doctrines and practices of the Church of England. In particular and under the PCC (Powers) Measure 1956 the PCC is to co-operate with the incumbent, the Reverend Dr Robert Munro, in promoting in the ecclesiastical parish the whole mission of the Church, pastoral, evangelistic, social and ecumenical.

Contribution of volunteers

The churches are indebted to the large number of volunteers who carry out work at all levels. It has not been practical to quantify the contribution, but for example numerous members of the congregation are working with children and youth on any given weekend in teaching and club nights, members prepare the church for services and enable it to be open at times during the week, members assist the clergy with services, work on outreach, run home groups and ensuring that the different church buildings are clean tidy and ready

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for use. There are also an increasing number of members who generously volunteer their professional time.

Grant Making

The PCC grants a proportion of income (currently 10%) to the Missionary Committees at each church to contribute to external missionary organisations. Payments are split between Home and Overseas and Anglican / non-Anglican agencies as recommended by the committees. Agencies supported in 2020 are given in note 3.

3. REVIEW OF ACHIEVEMENTS AND PERFORMANCE

We have a fantastic team of people within our churches across the parish, both employed and voluntary who work so hard to bring God's kingdom closer in our communities.

A review of activities against our objectives is included in 2 above whilst reports of the activities of individual groups within the parish are summarised in the Annual Report.

CHURCH MEMBERSHIP

As at 26 May 2021

there were 330 parishioners on the church electoral roll for St Mary's

(2020-331, 2019-328, 2018-379, 2017-391, 2016-387, 2015- 379, 2014- 387 2013 -374)

and 139 on the electoral roll for St Cuthbert's

(2020-137, 2019-119, 2018-164, 2017-173, 2016-170, 2015- 163, 2014- 162, 2013—133,)

giving a total for the Parish of 469.

(2020-468, 2019-447, 2018-513, 2017-564, 2016-557, 2015-542, 2014- 549, 2013—507; 2012-550, 2011-558, 2010-544, 2009-538, 2008-518, 2007-474)

(NB There was been a complete revision of the Electoral Roll in 2019. Other complete revisions of the electoral roll were done in 2013 and 2007)

CHURCH SERVICES

St Mary's Church provides for the following services on a Sunday:

8:00am Holy Communion following the order of the Book of Common Prayer (monthly)

9:30am Morning Worship: an informal family friendly service of the Word which normally includes children up to 11 for the first part of the service before Sunday School activities.

11:15am A more traditional service with hymns, psalms, sermon and choir.

6:30pm Evening worship: an informal, more varied Service of the Word which includes young people of 11-14 for the first part of the service before further activities in the Upper Room

All services include a sermon and follow the principles of Anglican worship as set out in the Book of Common Prayer and Common Worship.

St Cuthbert's provides for the following pattern of worship:

9:45am Morning Service: an informal service with contemporary worship, occasional alternative service formats and provision for children and young people, including a crèche

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11:15am Morning Service: a modern service with some more traditional elements

6:30pm Evening Service: an informal reflective service

Mondays, Wednesdays, Thursdays and Fridays: 8.30am Prayers in church

Wednesdays 12.00noon – Lunchtime Communion

All services include a sermon/talk and follow the principles of Anglican worship as set out in the Book of Common Prayer and Common Worship. Holy Communion once a month at each service.

In addition the two churches carry out baptisms, weddings, confirmations etc.

4. PCC SECRETARY'S REPORT

Since April 2020 and the APCM due in May 2021, the PCC met four times all of them via zoom, on 28 September and 30 November 2020 and on 1 February and 26 April 2021. Between March 2020 and September 2020, PCC business was delegated to the Finance and Standing Committee which met on a monthly basis via zoom to transact business during the global pandemic. This committee dealt primarily with health and safety during the pandemic; how to remain connected during the various times of lockdown; HR matters including the furloughing of staff and management of the re-opening of the Upper Room Café when permitted.

Apart from approving the budget for this forthcoming year and monitoring the finances of the Church throughout the year, the PCC dealt with changes to the youth ministry at St Mary's. Following the departure of Luke Blakeley, James Johnson was appointed as a collaborative project with Churches Together in Heald Green Youth Initiative. However, due to issues caused by further lockdowns during the pandemic, James left at the end of February.

The PCC support the ministry of the Upper Room Cafe. The café was able to re-open in July 2020 with covid safe measures in place, but closed again in November 2020, due to the imposition of local restrictions.

At the September meeting we ratified business which had been conducted since the last full PCC meeting and finalised the contractual arrangements for appointment of the new youth worker.

In November we approved the 2021 budget and discussed governance and structures and approved various people for different roles and tasks in the church. In January we dealt with the termination of the contract for the youth worker and approved the Children & Youth overseers to commence recruitment for a similar post later in the year. In April we dealt with approval of the statutory accounts and of the new structures to implement the vision of the parish.

Throughout the year, PCC has continued to discuss HR matters caused by the pandemic and to work on the implementation of the vision, including re-branding and changes to the structures.

Staff changes

Children & Youth - Luke Blakeley resigned as Youth Pastor in July 2020. Bekah Davies, the ministry trainee, completed her contract in July 2020. James Johnson was employed as

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Youth worker in a joint initiative with Churches Together in Heald Green Youth Initiative from September 2020 to February 2021.

The Upper Room Café - Lesley Gribbin's temporary contract ceased in April 2020.

Susannah Overson started maternity leave in November 2020. Rosie Simmons joined the team as shift supervisor in October 2020. Gabby Beckett and Fiona Poole have been employed as café workers during the year.

Joshua Tomalin ceased work as café worker and St Mary's vergers.

The PCC have benefited from grants under The Coronavirus Job Retention Scheme. This has enabled us to retain staff during this period. Those staff who were unable to work due to the pandemic were furloughed and/or part furloughed.

Properties

The Parish Church - no major works were carried out in the year.

St Cuthbert's Church - The church interior was damp proofed, replastered and new radiators fitted.

The Upper Room - No major work was carried out in the year.

Oakfield Ave - No major works were required during the year. Plumbing and floor repairs were carried out following a leak.

Warren Ave - No major works were required during the year.

4 Cuthbert Road - No major works were carried out on the property this year.

5. FINANCIAL REVIEW

a. St Mary's

St Mary's is reporting a surplus on unrestricted funds in the year of £18,663, compared with a deficit of £42,724 last year.

Unrestricted income was £40,418 less than in 2019. Whilst income from charitable activities was significantly reduced by the pandemic, St Mary's income from donations and giving increased due to the generosity of its members. The impact of the pandemic on income was also lessened by the receipt of government grant funding.

Unrestricted expenditure decreased in the year by £102,654. We benefited from the furlough scheme that enabled us to retain staff without impacting our reserves. As many activities did not take place then running costs were much less and savings were able to be made in many areas.

b. St Cuthbert's

St Cuthbert's is reporting a deficit on unrestricted funds in the year of £73,868 compared with an £40,809 deficit last year. If the depreciation charge is removed, then there is a deficit of £35,842 in cash terms. This is due to planned expenditure from reserves of £27,717 on the church building and staff costs. Income decreased in the year by £13,701, £7,524 of this due to the reduction in charitable activities. The reduction in Parish share contribution from the Diocese of Chester has ceased and the full share was payable in the year.

c. Investment

Funds held awaiting expenditure and the reserves of the PCC are held in charity appropriate deposits and investments bearing interest at competitive rates.

d. Reserves Policy

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The PCC reserves policy is to hold sufficient cash balances to ensure that in an unforeseen emergency situation it can meet all of its financial obligations as and when they fall due. As a going concern the PCC undertakes a detailed annual budget review and a regular review of the level of reserves required to maintain cash flow.

The PCC aims to keep at least two months committed running costs in general reserves. The church council feel that this sum is adequate to maintain cash flow and would cover any liabilities that would fall due if the churches were to cease activities with immediate effect. In all likelihood any cessation of the churches activities would most likely be foreseen and planned well in advance so that all of the churches financial obligations were met.

6. PLANS FOR FUTURE PERIODS


During the coming year the PCC intend to:

- Implement the vision for the Parish.
- Implement the new structures required to deliver the Vision.
- Increase and improve the usage of the Upper Room by church and outside groups to enhance the church's ministry, following the extended period of lockdown.
- Continue working towards being carbon neutral by 2030.
- Engage with wider church issues including Living in Love and Faith and clergy wellbeing
- Continue to investigate additional ways of increasing funds available to enable us to continue what we feel God is calling us to do
- Support the Trustees of the Upper Room

Independent Examiner

A resolution to reappoint Eric Langer of Langer & Co as independent examiner to the PCC will be proposed at the Annual Parish Council Meeting on 26 May 2021.

Approved by the PCC on and signed on its behalf by



Rev Dr R S Munro, Rector

26/5/20

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STATEMENT OF FINANCIAL ACTIVITIES - FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	St Mary's		St Cuthbert's		Total 2020
		Unrestricted funds	Restricted Funds	Unrestricted funds	Restricted Funds	
		£	£	£	£	
Incoming resources						
Incoming Resources from Generated Funds:						
Donations and Legacies	2a	397,667	196,041	112,806	5,900	712,414
Charitable Activities	2b	45,933	-	2,752	-	48,685
Investments	2c	2,821		38	-	2,859
Other	2d	1,508	-	-	-	1,508
Total incoming Resources		447,929	196,041	115,596	5,900	765,466
Resources used						
Raising Funds	3a	1,765	-	-	-	1,765
Charitable activities	3b	427,501	47,738	189,464	17,481	682,184
Total Resources Expended		429,266	47,738	189,464	17,481	683,949
Net incoming/(outgoing) resources		18,663	148,303	(73,868)	(11,581)	81,517
Transfers		-	-	-	-	-
Net movement in funds		18,663	148,303	(73,868)	(11,581)	81,517
Total funds brought forward at 1 January 2020		316,504	85,677	432,880	112,915	947,976
Total funds carried forward at 31 December 2020		335,167	233,980	359,012	101,334	1,029,493

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STATEMENT OF FINANCIAL ACTIVITIES - FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	St Mary's		St.Cuthbert's		Total 2019
		Unrestricted funds £	Restricted Funds £	Unrestricted funds £	Restricted Funds £	
Incoming resources						
Incoming Resources from Generated Funds:						
Donations and Legacies	2a	370,933	8,975	118,570	-	498,478
Charitable Activities	2b	108,530	40	10,276	-	118,846
Investments	2c	8,809	-	451	-	9,260
Other	2d	75	-	-	-	75
Total incoming Resources		488,347	9,015	129,297	-	626,659
Resources used						
Raising Funds	3a	2,631	-	-	-	2,631
Charitable activities	3b	529,289	20,497	170,106	11,581	731,473
Total Resources Expended		531,920	20,497	170,106	11,581	734,104
Net incoming/(outgoing) resources		(43,573)	(11,482)	(40,809)	(11,581)	(107,445)
Transfers		849	(849)	-	-	-
Net movement in funds		(42,724)	(12,331)	(40,809)	(11,581)	(107,445)
Total funds brought forward at 1 January 2019		359,228	98,008	473,689	124,496	1,055,421
Total funds carried forward at 31 December 2019		316,504	85,677	432,880	112,915	947,976

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BALANCE SHEET AS AT 31 DECEMBER 2020

		St Mary's	St Cuthbert's	2020	2019
	Note	£	£	Total	Total
				£	£
Fixed Assets					
Tangible Assets	5	397,127	390,159	787,286	849,242
Investments	6	1,160	-	1,160	1,053
		<u>398,287</u>	<u>390,159</u>	<u>788,446</u>	<u>850,293</u>
Current Assets					
Stock		270	-	270	909
Debtors	7	40,055	18,526	58,581	31,541
Inter-Church	7	(686)	686	-	-
Short term deposits		20,834	-	20,834	20,746
Cash at bank and in hand		204,760	66,998	271,758	119,737
		<u>265,233</u>	<u>86,210</u>	<u>351,443</u>	<u>172,933</u>
Total Current Assets					
Liabilities: amounts falling due within one year	8	(57,262)	(16,023)	(73,285)	(35,119)
		<u>207,971</u>	<u>70,187</u>	<u>278,158</u>	<u>137,813</u>
Net Current Assets					
Liabilities: amounts falling due after more than one year		(37,111)	-	(37,111)	(40,133)
		<u>569,147</u>	<u>460,346</u>	<u>1,029,493</u>	<u>947,976</u>
Net Assets					
Funds					
Unrestricted	9	335,167	359,012	694,179	749,384
Restricted	9	233,980	101,334	335,314	198,592
		<u>569,147</u>	<u>460,346</u>	<u>1,029,493</u>	<u>947,976</u>
Total Funds					

Approved by the St Mary's and St Cuthbert's PCC and signed on its behalf by:



Rev Dr R S Munro, (Rector)

Date: 26 May 2021



Mrs J L Davids, (Treasurer)

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CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2020

		2020	2019
		£	£
Cash flows from Operating Activities			
Net Cash Provided by Operating Activities as shown below	A	154,891	(49,415)
Cash Flows from Investing Activities			
Interest Received		2,751	9,207
Purchase of Property, Plant & Equipment		(2,695)	(21,229)
Purchase of Investments		-	1,000
Net Cash Provided by Investing Activities	B	56	(13,022)
Cash Flows from Financing Activities			
Repayment of Amounts Borrowed		(2,839)	(2,654)
Net Cash Provided by Financing Activities	C	(2,839)	(2,654)
Overall Cash Provided by all Activities	A+B+C	152,108	(65,091)
Reconciliation of net income to net cash flow from operating activities			
Net income as shown in the Statement of Financial Activities		81,517	(107,445)
Adjustments for			
Depreciation charges		64,650	64,112
Net unrealised losses on investment assets		(107)	(53)
Dividends, interest and rents from investments		(2,751)	(9,207)
Decrease in stocks		640	(27)
Increase in debtors		(27,040)	15,794
Increase in creditors, excluding loans		37,982	(12,589)
Net cash provided by operating activities	A	154,891	(49,415)

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CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2020 - Continued

	2020	2019
	£	£

Analysis of cash and cash equivalents

Cash in hand at for the year ended 31 December 2019	292,592	140,483
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Total cash and cash equivalents	292,592	140,483
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Analysis of change in net debt

	At Start of Year	Cash Flows	At End of Year
Cash	140,483	152,108	292,592
Loans falling due within one year	(2,655)	(183)	(2,838)
Loans falling due after more than one year	(40,132)	3,021	(37,111)
Total	160,133	154,946	252,643

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES

1.1. Regulation and convention

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), Charities SORP(FRS102), as amended by Update Bulletin 2, effective January 2019.

The accounts have been prepared in accordance with applicable charity law in England this being the Charities Act 2011 and SI 2008/629 (Charities Accounting and Reporting Regulations) and, pending the making of replacement Regulations specific to Charities SORP (FRS102) in accordance with Reg.8(4)(d) of SI 2008/629, the charity trustees have departed from the requirement of Reg.8(5) by following Charities SORP (FRS102) instead of Charities SORP (FRSSE) to the extent necessary to give a true and fair view in the circumstances.

The charity constitutes a public benefit entity as defined by FRS102.

In preparing the accounts the trustees have considered whether in applying the accounting policies required by FRS102 and the Charities SORP FRS102 a restatement of comparative items was needed. No restatements were required.

1.2. Church groups

These accounts only recognise transactions, assets and liabilities for which the Parochial Church Council is responsible in law. This includes the activities of recognised church groups, but they do not include the accounts of church groups that owe their main allegiance to any other body nor of those that are informal gatherings of church members.

1.3. Funds

Funds are classified as unrestricted or restricted.

Unrestricted funds are all those funds of the parish that are not subjected to any restrictions regarding their use in connection with the general purposes of the PCC. Some unrestricted funds are designated for particular purposes by the PCC, but remain as unrestricted funds for all accounting purposes.

Restricted funds are those given for specific purposes of the PCC or for specific external beneficiaries and remitted to them.

A number of funds exist which are outside the control of the PCC and so are not included in these accounts. Income from endowments that can be used by the PCC is recognised in these accounts when received.

1.4. Categories of income and income recognition

All income is recognised once the Parish Council has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income from government and other grants, whether capital or revenue, is recognised when the Parish Council has entitlement to the funds, any performance

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conditions attached to the grants have been met, it is probable the income will be received and the amount can be measured reliably and is not deferred.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

Legacies are recognised when the Parish Council has been notified in writing of both the amount and settlement date.

Income from investments is included in the year in which it is receivable.

1.5. Tangible fixed assets

Consecrated and beneficed property and improvements to consecrated property is not included in these accounts in accordance with Section 96(2) (a) of the Charities Act 1993. Items of property and other tangible fixed assets that cost in excess of £1,000 are capitalised at cost or at a value attributed by the Council when originally capitalised. Items that cost less than £1,000 are written off as an expense when acquired. The building of St Cuthbert's is not dedicated, but as it is on land given for the use of the church building; it has been treated as a consecrated building and so has not been valued or included in the accounts. However, subsequent improvements to the premises annexed to St Cuthbert's have been capitalised at cost and will be amortised over their expected useful lives.

1.6. Depreciation

Provision is made on a straight line basis as follows:-

Upper Room kitchen – 100% in year incurred

Other short term assets – 20% per annum

Long term assets – 5% per annum

1.7. Taxation

Income tax, which is by law recoverable by the Parish Council, is recognised on gift aid donations up to the year end although it may not be claimed or received until the next accounting period.

1.8. Recognition of liabilities and expenditure

A liability, and the related expenditure, is recognised when a legal or constructive obligation exists as a result of a past event, and when it is more likely than not that a transfer of economic benefits will be required in settlement, and when the amount of the obligation can be measured or reliably estimated.

Costs of raising funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be directly allocated to such activities and those costs of an indirect nature necessary to support them.

1.9. Financial instruments including cash and bank balances

Funds classed as Fixed Asset Investments are initially recognised at transaction value and subsequently measured at their settlement value at the balance sheet date.

Cash held by the charity is included at the amount actually held and counted at

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the year end. Bank balances, whether in credit or overdrawn, are shown at the amounts properly reconciled to the bank statements.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. INCOMING RESOURCES

	2020	St Mary's 2020		St Cuthbert's 2020		2020
		UR	R	UR	R	
		£	£	£	£	
2a	Donations and Legacies					
	Planned Giving	364,768	128,150	111,381	-	604,299
	Unplanned giving	13,905	4,001	783	-	18,689
	Grant income	16,994	26,773	642	5,900	50,309
	Legacies	2,000	37,117	-	-	39,117
		<u>397,667</u>	<u>196,041</u>	<u>112,806</u>	<u>5,900</u>	<u>712,414</u>
2b	Charitable Activities					
	Fees received	13,440	-	362	-	13,802
	Café	27,676	-	2,007	-	29,683
	Houseparty contributions	-	-	-	-	-
	Income from church activities	4,817	-	383	-	5,200
		<u>45,933</u>	<u>-</u>	<u>2,752</u>	<u>-</u>	<u>48,685</u>
2c	Investments					
	Upper Room/Church hire income	2,402	-	-	-	2,402
	Property Rental	223	-	-	-	223
	Bank interest receivable	89	-	38	-	127
	Increase in value on investment account	107	-	-	-	107
		<u>2,821</u>	<u>-</u>	<u>38</u>	<u>-</u>	<u>2,859</u>
2d	Other					
	Insurance Claim	1,508	-	-	-	1,508
		<u>1,508</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,508</u>
	TOTAL INCOMING RESOURCES	<u>447,929</u>	<u>196,041</u>	<u>115,596</u>	<u>5,900</u>	<u>765,466</u>

THE PARISH OF CHEADLE ST MARY (INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

INCOMING RESOURCES

	2019	St Mary's 2019		St Cuthbert's 2019		2019
		UR	R	UR	R	
		£	£	£	£	
2a	Donations and Legacies					
	Planned Giving	324,118	2,535	112,645	-	439,298
	Unplanned giving	24,727	3,533	3,770	-	32,030
	Grant income	22,087	2,480	2,154	-	26,721
	Legacies	-	427	-	-	427
		<u>370,932</u>	<u>8,975</u>	<u>118,569</u>	<u>-</u>	<u>498,476</u>
2b	Charitable Activities					
	Fees received	10,325	-	621	-	10,946
	Café	71,685	-	3,133	-	74,818
	Houseparty contributions	5,139	-	4,000	-	9,139
	Income from church activities	21,381	40	2,522	-	23,943
		<u>108,530</u>	<u>40</u>	<u>10,276</u>	<u>-</u>	<u>118,846</u>
2c	Investments					
	Upper Room/Church hire income	5,246	-	450	-	5,696
	Property Rental	3,353	-	-	-	3,353
	Bank interest receivable	157	-	1	-	158
	Increase in value on investment account	53	-	-	-	53
		<u>8,809</u>	<u>-</u>	<u>451</u>	<u>-</u>	<u>9,260</u>
2d	Other					
	Insurance Claim	75	-	-	-	75
		<u>75</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>75</u>
	TOTAL INCOMING RESOURCES	<u>488,346</u>	<u>9,015</u>	<u>129,296</u>	<u>-</u>	<u>626,657</u>

THE PARISH OF CHEADLE ST MARY (INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

3 Cost of Charitable Activities

This includes activity directly undertaken by the Church together with grants and donations paid to other organisations.

Missionary giving at St Mary's paid out of unrestricted funds was divided between: Crosslinks, Gospel for Asia, Service of Hope Charity, OMF International, UCCF, Kairos Media Trust, Bible Encounter Trust, Message Trust, Christians in Schools Trust and The Church Society and an eleventh part is used to support individual projects at the discretion of the missionary support group. Out of the monies received we also cover affiliation/support fees to Care for the Family, The Evangelical Alliance, Evangelical Fellowship in the Anglican Communion, The Christian Institute, True Freedom Trust and the North West Partnership. Restricted gifts have been paid to agencies in accordance with the donor's wishes.

St Cuthbert's gives to mission partners in the proportions 60% for overseas mission divided equally between CMS, OMF and Dean and Paula Finnie in South Africa; 20% for Home mission support (divided equally between The Message Trust, Chelwood Foodbank Plus, Christians in Schools Trust, and Bible Encounter Trust; and the remaining 20% for the support of other churches and missions in need.

3a		St Mary's 2020		St Cuthbert's 2020		Totals	
		UR	R	UR	R	2020	2019
		£	£	£	£		
	Raising Funds						
	Thanksgiving Campaign	307	-	-	-	307	862
	Mortgage Interest	1,458				1,458	1,769
		<u>1,765</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,765</u>	<u>2,631</u>

All prior year expenditure was unrestricted

THE PARISH OF CHEADLE ST MARY (INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2020	St Mary's 2020		St Cuthbert's 2020		2020
	UR	R	UR	R	
	£	£	£	£	£
3b Charitable Activities					
Resources - Maintenance	18,890	5,907	38,445	-	63,242
Resources- Utilities	39,662	-	11,094	-	50,756
Children and Youth	3,868	-	137	-	4,005
Discipleship	1,539	28	-	-	1,567
Evangelism (including 3 rd Age)	4,014	3,014	372	-	7,400
Ministry (including parish share and ministry salaries)	165,768	5,687	78,902	-	250,357
Social and Community	787	-	423	-	1,210
Worship	5,717	1,471	2,251	-	9,439
Mission	57,582	153	13,155	-	70,890
Finance and Admin	82,585	-	4,094	-	86,679
Café	39,940	16,668	1,765	-	58,373
Houseparty	29	-	-	-	29
Pastoral	581	4,306	-	5,900	10,787
Capital expenditure	-	520	-	-	520
Depreciation	5,059	9,984	38,026	11,581	64,650
Governance costs	1,480	-	800	-	2,280
Subtotal	427,501	47,738	189,464	17,481	682,184
TOTAL RESOURCES EXPENDED	429,266	47,738	189,464	17,481	683,949
NET INCOME/OUTGOING RESOURCES	18,663	148,303	(73,868)	(11,581)	81,517
Included in the above are;					
Independent Examination fee	1,480	-	800	-	2,280
Other fees paid to Independent Examiner	-	-	-	-	-
	1,490	-	600	-	2,090

THE PARISH OF CHEADLE ST MARY (INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2019	St Mary's 2019		St Cuthbert's 2019		2019
	UR	R	UR	R	
	£	£	£	£	
3b Charitable Activities					
Resources - Maintenance	40,288	4,951	23,615	-	68,854
Resources- Utilities	41,963	-	13,316	-	55,279
Children and Youth	6,651	-	150	-	6,801
Discipleship	3,938	-	-	-	3,938
Evangelism (including 3 rd Age)	13,685	2,495	2,458	-	18,418
Ministry (including parish share and ministry salaries)	183,744	2,310	65,521	-	251,575
Social and Community	484	-	1,513	-	2,217
Worship	9,544	100	1,969	-	11,613
Mission	30,224	263	12,550	-	43,037
Finance and Admin	104,908	200	1,955	-	107,063
Café	79,125	194	4,620	-	83,939
Houseparty	5,984	-	4,263	-	10,247
Pastoral	1,239	-	88	-	1,327
Capital expenditure	942	-	-	-	942
Depreciation	5,059	9,984	37,488	11,581	64,112
Governance costs	1,511	-	600	-	2,111
Subtotal	529,289	20,497	170,106	11,581	731,473
TOTAL RESOURCES EXPENDED	531,920	20,497	170,106	11,581	734,104
NET INCOME/OUTGOING RESOURCES	(43,574)	(11,482)	(40,810)	(11,581)	(107,447)
Included in the above are;					
Independent Examination fee	1,360	-	600	-	1,960
Other fees paid to Independent Examiner	130	-	-	-	130
	1,490	-	600	-	2,090

THE PARISH OF CHEADLE ST MARY (INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

4a STAFF COSTS

2020	St Mary's		St Cuthbert's		2020
	UR	R	UR	R	
	£	£	£	£	
Salaries, benefit & pension costs					
Gross Salary	129,716	27,739	18,273	-	175,728
Employers national insurance	5,801	229	577	-	6,607
Employers pension	3,951	185	495	-	4,631
	<u>139,468</u>	<u>28,153</u>	<u>19,345</u>	<u>-</u>	<u>186,966</u>
Total					

2019	St Mary's		St Cuthbert's		2019
	UR	R	UR	R	
	£	£	£	£	
Salaries, benefit & pension costs					
Gross Salary	166,564	2,756	18,494	-	187,814
Employers national insurance	7,520	240	651	-	8,411
Employers pension	4,474	91	484	-	5,049
	<u>178,558</u>	<u>3,087</u>	<u>19,629</u>	<u>-</u>	<u>201,274</u>
Total					

4b Staff Numbers for St Mary's and St Cuthbert's

	2020	2019
Full time equivalent staff (number)	8	8
	<u>8</u>	<u>8</u>

No employee earned in excess of £60,000.

The PCC operates a defined contribution pension scheme in respect of the staff. The scheme and all its assets are held by independent managers. The pension charge represents the contributions due from the PCC and amounted to £4,631 (2019 - £5,049).

THE PARISH OF CHEADLE ST MARY (INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

5 FIXED ASSETS

	Freehold land & buildings St Mary's £	Freehold land & buildings St Cuthbert's	Equipment and furniture St Mary's £	Equipment and furniture St Cuthbert's	Total £
Cost as at 1.1.20	411,959	1,053,045	329,316	85,180	1,879,500
Additions	-	-	-	2,695	2,695
Disposals	-	-	-	(4,412)	(4,412)
Cost as at 31.12.20	411,959	1,053,045	329,316	83,463	1,877,783
Depreciation as at 1.1.20	21,474	622,037	307,631	79,117	1,030,259
Charge for the year	7,158	47,552	7,885	2,055	64,650
Disposals	-	-	-	(4,412)	(4,412)
Depreciation as at 31.12.20	28,632	669,589	315,516	76,760	1,090,497
Net book value as at 1.1.20	390,485	431,009	21,685	6,063	849,241
Net book value as at 31.12.20	383,327	383,456	13,800	6,703	787,286

6 FIXED ASSET INVESTMENTS

	2020 £	2019 £
Market Value at 1.1.20	1,053	-
Additions at Cost	-	1,000
Disposals at Value	-	-
Revaluation	107	53
Cost as at 31.12.20	1,160	1,053
Investments at Market Value Comprised	2020 £	2019 £
CBF Church of England Fund	1,160	1,053
	1,160	1,053

THE PARISH OF CHEADLE ST MARY (INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

7 DEBTORS

	2020	2019
Income tax recoverable St Marys	30,887	4,137
Income tax recoverable St Cuthberts	17,645	18,772
Prepayments – St Cuthberts	881	1,612
Prepayments – St Marys	2,844	4,989
Other debtors – St Marys	6,324	2,031
	<u>58,581</u>	<u>31,541</u>

INTER CHURCH

Owing from St Cuthbert's to St Marys	-	1680
Owing from St Marys to St Cuthbert's	686	-
	<u>686</u>	<u>1,680</u>

8 CREDITORS

	2020	2019
	£	£
Accruals St Marys	24,809	11,713
Accruals St Cuthbert's	16,024	16,628
PAYE/NI	1,213	3,249
Pensions	801	875
Deferred Income St Marys	27,600	-
Loan	2,838	2,655
	<u>73,285</u>	<u>35,120</u>

The deferred income relates to giving received in the bank account in December 2020 specified by the donors as relating specifically to 2021 giving.

THE PARISH OF CHEADLE ST MARY (INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

	As at 01.01.20	Incoming Resources	Resources Expended	Transfers	As at 31.12.20
9 FUND BALANCES					
Restricted Funds					
Held by St Marys					
Donations from Trusts	1,378	120	(1,438)	-	60
Special Collections and Donations	447	5,370	(5,393)	-	424
Children and Youth Work	-	3,000	(3,000)	-	-
Church Fabric	8,677	-	(565)	-	8,112
Upper Room Development	1,077	-	(860)	-	217
AV Project	2,594	-	(1,161)	-	1,433
Legacy	1,279	-	(1,279)	-	-
Warren avenue	68,725	-	(6,602)	-	62,123
Passion Play	1,500	236	(1,736)	-	-
Legacy Bells	-	37,116	(505)	-	36,611
Mission	-	44	(44)	-	-
PCC Projects	-	125,000	-	-	125,000
CJRS Grants	-	25,153	(25,153)	-	-
Sub total St Marys	85,677	196,039	(47,736)	-	233,980
Held by St Cuthbert's					
4 Cuthbert Rd Development	112,915	-	(11,581)	-	101,334
Grants	-	5,900	(5,900)	-	-
Sub total St Cuthbert's	112,915	5,900	(17,481)	-	101,334
Total Restricted Funds	198,592	201,939	(65,217)	-	335,314
Unrestricted Funds					
Held by St Marys					
Designated Property	268,798	-	-	-	268,798
Designated Reserve Fund	30,078	-	-	(30,078)	-
Designated Upper room	339	-	(113)	-	226
Designated church & churchyard	15,313	-	(1,074)	(1,680)	12,559
General	1,976	447,928	(428,078)	31,758	53,584
Sub total St Marys	316,504	447,928	(429,265)	-	335,167
Held by St Cuthbert's					
Designated- Property	131,453	-	(27,717)	-	103,736
Designated- Building Extension	216,099	-	(35,971)	-	180,128
General Fund	85,328	115,595	(125,775)	-	75,148
Sub total	432,880	115,595	(189,463)	-	359,012
Total Unrestricted Funds	749,384	563,523	(618,728)	-	394,179
TOTAL FUNDS	947,976	765,462	(683,945)	-	1,029,493

THE PARISH OF CHEADLE ST MARY (INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

Purpose of major funds:

Restricted funds have been created by gifts made with specific conditions as to their use, or donations in response to a specific appeal.

Designated funds represent unrestricted funds that the PCC has chosen to designate for a future purpose, or funds that have been applied for the purchase of fixed assets and are therefore unable to be used by the PCC for other purposes.

10 FUNDS

		St Marys UR	St Marys R	St Cuthbert's UR	St Cuthbert's R	TOTAL
	2019	2020	2020	2020	2020	2020
Fixed assets	850,295	291,556	106,732	288,825	101,334	788,446
Current assets	172,933	97,991	167,241	86,211	-	351,443
Current liabilities	(35,120)	(54,380)	(2,882)	(16,023)	-	(73,285)
Long Term Liabilities	(40,132)	-	(37,111)	-	-	(37,111)
Total	947,946	335,167	233,980	359,012	101,334	1,029,493

11 CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities or capital commitments.

12 TRUSTS CONNECTED TO THE PARISH

There are a number of Trusts that have the Rector and Wardens of the Parish of Cheadle as Trustees. The following are the more significant trusts:

- The Upper Room, Cheadle. (Formerly known as "Cheadle and Gatley Old Church of England School") Charity number 525948. Holds land at 11 Wilmslow Road which is used as a church hall by St Mary's.
- Rector and Wardens Cheadle Parish Church Bellringer Trust (Charity number 503942). Holds funds the interest of which is to keep the Parish Churchyard in good order and repair and to maintain the graves of members of the Bellringer family.
- St. Cuthbert's Old School Trust. Holds land at the Old School on Councillor Lane from which St Cuthbert's Old School Nursery runs.
- There are a number of smaller trusts under the control of the Rector and Wardens, the total income of which was less than £100 in the year. These are: Alice Smith Charity, R W Woodhall Churchyard Trust account, Peel Chancel Trust and A J Bancroft Trust.
- The PCC is the sole beneficiary of the Annie Seddon trust, (Charity number 232751). The trustees paid a donation to the PCC of £120 during the year and this has been used for the payment of organists' and musicians' fees.

THE PARISH OF CHEADLE ST MARY (INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

In addition, there are two Incorporated Organisations whose business and directors have a personal interest in the Parish:

- a) Bible Encounter Trust CIO (Charity number 1179838). As part of missionary giving the Church donated £5,123 to this Trust. Two PCC members are trustees of this Trust.
- b) St. Cuthbert's Old School Nursery Trust. (Charity number 1153838) Runs the St. Cuthbert's Old School Nursery business, with a charitable object of providing nursery education with a Christian ethos, and whose directors include the associate minister of St Cuthbert's (ex officio), and 2 nominated PCC trustees.

13 REMUNERATION OF PCC MEMBERS

No expenses were paid to PCC members during the year. Some members of the PCC that had purchased goods or services for the use of the Church, as agents of the church were reimbursed for those costs.

Jo Davids was employed as Finance Officer and GDPR Administrator during the year. Her appointment as treasurer in 2018 was approved by the Chester Diocese and did not require Charity Commission approval.

Josh Tomalin, son of an Associate Minister, was employed by the PCC as Verger and Café Casual Worker during the year.

Lesley Gribbin, was employed by the PCC as Café Shift Supervisor for three months from February to April 2020.

The Rector of Cheadle is paid by CDBF for his services rendered to the parish at standard clergy pay scales. Such remuneration is funded indirectly by the PCC through the Parish share.

Revd M Newman, Revd S Tomalin and Revd I Chidlow are paid a stipend and pension by CDBF. They are also provided with accommodation, payment of Council tax, water charges and buildings insurance.

THE PARISH OF CHEADLE ST MARY (INCORPORATING THE CHURCHES OF ST MARY AND ST CUTHBERT)

INDEPENDENT EXAMINERS REPORT TO THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST MARY, CHEADLE

I report to the trustees on my examination of the accounts of The Parochial Church Council of the Ecclesiastical Parish of St Mary, Cheadle (incorporating the Churches of St Mary and St Cuthbert) (PCC) for the year ended 31 December 2020.

Respective responsibilities of the Trustees and the Independent Examiner

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 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

Since the Trust's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

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

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable proper understanding of the accounts to be reached.



Eric Langer BSc FCA

27 May 2021

Date

Independent examiner
Chartered Accountant

8-10 Gatley Road
Cheadle
Cheshire
SK8 1PY