

NETHER GREEN METHODIST CHURCH

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2020

NETHER GREEN METHODIST CHURCH

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NETHER GREEN METHODIST CHURCH

REFERENCE AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31 AUGUST 2020

Principal address

Nether Green Methodist Church
Nethergreen Road
Sheffield
S11 8EH

Trustees

The managing trustees are the members of the Church Council of Nether Green Methodist Church.

The members of the Church Council are:

| | |
|---|--|
| Rev Sally Coleman | Katrin Hackett |
| Rev Timothy Crome (resigned 31 August 2020) | Lyn Kemp |
| Rev James Morley | Allyson Merryweather |
| Rev Lisa Quarmby (appointed 1 September 2020) | Kath Milner |
| Margaret Allsop (resigned 26 April 2020) | Elaine Needham (resigned 6 October 2020) |
| Keith Austin | Steve Pearson |
| Mark Broadhead (resigned 24 September 2020) | Douglas Watts |
| Andrew Coomer – Treasurer | Graham Wilkinson |
| Rachel Fitton | Jackie Wood |
| Philip Godfrey | John Wilkins |

Custodian trustee

The Trustees for Methodist Church Purposes

Independent Examiner

R.S.Freeman
5 Hillcote Close
Sheffield
S10 3PT

Bankers

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

NETHER GREEN METHODIST CHURCH

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2020

The Trustees present their annual report together with the audited financial statements of Nether Green Methodist Church for the year ended 31 August 2020.

The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' (FRS102) in preparing the annual report and financial statements of the charity. The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Charities Act 2011, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published on 16 July 2014 (as amended by Update Bulletin 1 published on 2 February 2016).

Structure governance and management

Governing document

Under the Charities Act 2006, the church is registered with the Charity Commission, number 1138647. Nether Green Methodist Church is governed by the Standing Orders of the Methodist Church and uses an approved governing document issued by the Methodist Conference.

Trustees

The managing trustees are the members of the Church Council of Nether Green Methodist Church. The lay members are appointed annually by the congregation.

The trustees receive no remuneration in their roles as members of the Church Council and any expenses paid to them are shown in note 2 to the accounts.

Organisation

On 31 August 2019 the Beacon Church, which was formed in September 2010 by the merger of four Methodist Churches, split. The congregation at Broomhill ceased to meet and the members worshipping there moved elsewhere. Stephen Hill congregation reformed as a Methodist church so as to further the conversations with the nearby St Columba's Anglican church. The Beacon now consists of the congregation at Nether Green and has been renamed Nether Green Methodist Church, from 1 September 2019. The church is a member of the Sheffield Methodist Circuit.

A Church Council meeting is usually held in October, January, April and July. In addition, the local leadership team meets regularly and there are congregational meetings.

Risk management

The trustees have assessed the major risks to which the church is exposed, in particular those related to the operations and finances of the church and are satisfied that systems are in place to mitigate our exposure to major risks.

NETHER GREEN METHODIST CHURCH

TRUSTEES' REPORT – CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

Objectives and activities

Objectives

The objectives of Nether Green Methodist Church are those set out in the approved Governing document which has not been changed.

The Church's Mission Statement includes:

As part of the Body of Christ in west Sheffield, we are called to live out God's purpose in sharing the love of Jesus Christ.

To fulfil this we are all...

called to worship & prayer
inspired to grow & develop
enabled to serve & transform
strengthened to uphold justice & seek peace
challenged to value & protect God's creation

Aims

Our aim is twofold:

- to secure and sustain the church's viability and future mission;
- to give reassurance to the general public that the church, which is a charity, intends to use all of the money coming into its care for the purpose of the charity.

Public Benefit

When planning their activities for the year, the managing trustees have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion.

The public activities of the Church are:

1. The provision of regular public acts of worship open to members of the Church and non-members alike.
2. The provision of sacred space for prayer and contemplation.
3. The teaching of Christianity through sermons and small groups.
4. Pastoral work including visiting the sick and bereaved.
5. The provision of children's and youth groups and a range of meetings with a Christian ethos.
6. Promoting the whole mission of the Church (and aiding social cohesion) through activities for older people, parents and toddlers.

NETHER GREEN METHODIST CHURCH

TRUSTEES' REPORT – CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

Objectives and activities - continued

Policies

The policies of Nether Green Methodist Church are:

Developing a Church culture and profile, sharing resources and support and working within the Connexional purposes of church life, church and society, inter-church and other relationships and supporting the Connexion. In seeking to deepen active faith, we try to equip and provide worship leaders, encourage people in the use of their gifts and offer appropriate lay-training. In seeking to develop practical belief we encourage responsible giving, an engagement with the World Church and with issues of justice, peace and the environment, and support local church initiatives in evangelism.

Contribution of volunteers

The trustees of Nether Green Methodist Church are the members of the Church Council (listed elsewhere). The trustees are appreciative of all the work that is conducted by the large number of volunteers within the Church.

Achievements and performance

Review of the year

The church commenced the year well, though without a named minister. We held the usual two services on a Sunday morning and social events including our Autumn fayre, harvest supper and new year dinner, which were all well supported.

All the church activities stopped when the Covid-19 restrictions took hold. Fortunately, the privately run nursery continued to function and contribute to our finances. The lease negotiations were suspended for a period.

Nether Green membership is **54** (2019 – 54).

Financial review

Going concern

After making appropriate enquiries, the Church Council have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

Review of results

Incoming resources for the year amounted to **£103,866** (2019: £266,296). The total resources expended were **£98,077** (2019: £4,634,467 including a £4,329,467 exceptional donation). After taking account of a gain on investment assets of **£nil** (2019: £299) and a gain on property held at valuation of **£52,872** (2019: £274,805), the Church has a net surplus for the year of **£58,661** (2019: loss of £4,093,067).

The financial position of the Church at 31 August 2020 is satisfactory with unrestricted net current assets of **£47,512** (2019: £34,826) and unrestricted net assets of **£3,626,305** (2019: £3,562,112). Total funds which include restricted and endowment funds amount to **£3,643,623** (2019: £3,584,962).

NETHER GREEN METHODIST CHURCH

TRUSTEES' REPORT – CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

Financial review – continued

Reserves policy

(a) Unrestricted general funds

Under Standing Orders, the Church must meet its financial obligations in relation to the circuit assessment and the maintenance of the churches.

Our reserves policy is to hold at least three months of general expenditure in hand. In the current year this is a minimum of £17,998.

Unrestricted reserves not tied up in fixed assets are £47,512 at the year end.

(b) Restricted funds

The restricted funds consist of legacies, funds raised for specific purposes including youth work in the church and internal organisations.

Plans for the future

Nether Green operates as a church within the Methodist Connexion. The congregation is responding to the challenge in three main ways:

- seeking to build the kingdom of God through mission and worship in the community;
- engaging with the local community through activities and events held at the church; and
- maintaining the property in a well-kept condition so it is an asset for mission in the future.

The Church Council is negotiating a lease with the nursery that currently occupies part of the premises, in order to give each party a more secure future. Over the coming year, without a nominated minister, the congregation will be determining where to focus their outreach efforts using their reduced space.

The Youth Person worker left at the end of his three-year contract. In view of the current restrictions a decision has been taken not to seek a replacement in the immediate future.

Fundraising Standards Information

Nether Green Methodist Church does not actively engage in fundraising practices nor contract with a third party to fundraise on the Church's behalf.

NETHER GREEN METHODIST CHURCH

TRUSTEES' REPORT – CONTINUED **FOR THE YEAR ENDED 31 AUGUST 2020**

Trustees' responsibilities statement

The Trustees are required by the Methodist Church Act 1976 and Standing Order 913 to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the Circuit and of the surplus or deficit of the Circuit for that period.

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 (FRS102);
- 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 operation.

The trustees are responsible for keeping 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 comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2008 and the provisions of the trust deed. 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.

The annual report was approved by the Trustees on 20 January 2021 and is signed on their behalf by:

John Wilkins
On behalf of the Trustees

In accordance with the engagement agreement and in order to assist the Trustees to fulfil their duties I have reviewed the financial statements presented by the Church Treasurer on behalf of the Trustees. I recognise that the Church is not required to present them to any external body but has prepared these in accordance with the provisions of the Charities Act 2011, the requirements of its governing document and the Statement of Recommended Practice (SORP) applicable to charities, preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland as amended on 2nd February 2016.

Whilst an audit on the Church records and transactions has not been carried out I am satisfied that the accounts represent an accurate reflection of those transactions.

R.S.Freeman FCCA
11 January 2021
Independent Reporting Accountant

NETHER GREEN METHODIST CHURCH

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 AUGUST 2020

| | Note | Unrestricted Fund £ | Restricted Funds £ | Endowment Funds £ | Total 2020 £ | Total 2019 £ |
|--|------|---------------------------|--------------------------|-------------------------|--------------------|--------------------|
| Income from: | | | | | | |
| Donations and legacies | | | | | | |
| Offerings and tax recoverable | | 49,242 | 12,306 | - | 61,548 | 138,082 |
| Grants | | 1,603 | 7,802 | - | 9,405 | 1,500 |
| Special donations | | 5,000 | - | - | 5,000 | - |
| Legacies | | - | - | - | - | 25,116 |
| Investments | | 233 | 67 | 9 | 309 | 1,948 |
| Other trading activities | | | | | | |
| Lettings | | 23,945 | - | - | 23,945 | 75,642 |
| Internal organisations | | - | 856 | - | 856 | 12,081 |
| Other income | | 2,648 | 155 | - | 2,803 | 11,927 |
| Total income | | 82,671 | 21,186 | 9 | 103,866 | 266,296 |
| Expenditure on: | | | | | | |
| Raising funds | | | | | | |
| Internal organisations | | - | 1,314 | - | 1,314 | 7,047 |
| Charitable activities | | | | | | |
| General | 4 | 73,357 | 23,404 | 2 | 96,763 | 297,885 |
| Exceptional donation | 5 | - | - | - | - | 4,329,535 |
| Total expenditure | | 73,357 | 24,718 | 2 | 98,077 | 4,634,467 |
| Net operating income/(expenditure) | | 9,314 | (3,532) | 7 | 5,789 | (4,367,171) |
| Gain on investment assets | | - | - | - | - | 299 |
| Net income/(expenditure) before transfers | | 9,314 | (3,532) | 7 | 5,789 | (4,367,872) |
| Transfers between funds | 12 | 2,007 | (2,000) | (7) | - | - |
| Net income/(expenditure) before other recognised gains/(losses) | | 11,321 | (5,532) | - | 5,789 | (4,367,872) |
| Gain/(loss) on property held at valuation | | 52,872 | - | - | 52,872 | 274,805 |
| Net movement in funds | | 64,193 | (5,532) | - | 58,661 | (4,093,067) |
| Total funds at 1 September 2019 | | 3,562,112 | 21,850 | 1,000 | 3,584,962 | 7,678,029 |
| Net movement in funds | | 64,193 | (5,532) | - | 58,661 | (4,093,067) |
| Total funds at 31 August 2020 | | 3,626,305 | 16,318 | 1,000 | 3,643,623 | 3,584,962 |

The Statement of Financial Activities includes all gains and losses recognised in the year.

NETHER GREEN METHODIST CHURCH

BALANCE SHEET

AS AT 31 AUGUST 2020

| | Note | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | Total 2020 £ | Total 2019 £ |
|---|------|----------------------------|--------------------------|-------------------------|--------------------|--------------------|
| Fixed assets | | | | | | |
| Tangible fixed assets | 8 | 3,578,793 | - | - | 3,578,793 | 3,527,286 |
| Investments | 9 | - | - | 1,000 | 1,000 | 1,000 |
| Total fixed assets | | 3,578,793 | - | 1,000 | 3,579,793 | 3,528,286 |
| Current assets | | | | | | |
| Debtors and prepayments | 10 | 13,311 | 125 | - | 13,436 | 15,034 |
| Central Finance Board and Trustees for Methodist Church Purposes deposits etc | | 23,306 | 6,671 | - | 29,977 | 33,211 |
| Cash at bank and in hand | | 16,316 | 11,785 | - | 28,101 | 12,491 |
| Total current assets | | 52,933 | 18,581 | - | 71,514 | 60,736 |
| Creditors due in less than one year | 11 | 5,421 | 2,263 | - | 7,684 | 4,060 |
| Net current assets | | 47,512 | 16,318 | - | 63,830 | 56,676 |
| Net assets | 14 | 3,626,305 | 16,318 | 1,000 | 3,643,623 | 3,584,962 |
| Funds of the Church | | | | | | |
| General fund (unrestricted) | 12 | 3,626,305 | - | - | 3,626,305 | 3,562,112 |
| Designated funds (unrestricted) | 12 | - | - | - | - | - |
| Total unrestricted funds | | 3,626,305 | - | - | 3,626,305 | 3,562,112 |
| Restricted funds | 12 | - | 16,318 | - | 16,318 | 21,850 |
| Endowment funds | 12 | - | - | 1,000 | 1,000 | 1,000 |
| Total funds | | 3,626,305 | 16,318 | 1,000 | 3,643,623 | 3,584,962 |

The financial statements on pages 8 – 19 were approved by the Trustees on 20 January 2021 and are signed on their behalf by:

On behalf of the Trustees

NETHER GREEN METHODIST CHURCH

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

1. Accounting policies

1.1 General information and basis of preparation of financial statements

Nether Green Methodist Church is a charity registered in England & Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are those of a Methodist Church.

These accounts have been prepared on a going concern basis under the historical cost convention, with the exception of investments and properties, which are included at market value and insurance value. The financial statements 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 (as updated through Update Bulletin 1 published on 2 February 2016) and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the 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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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

The financial statements are prepared in £ sterling, which is the functional currency of the charity, and rounded to the nearest £1.

1.2 Fund accounting

The funds held constitute:

- General Funds held for any purpose of the charity which are unrestricted;
- Unrestricted funds include designated funds where the trustees, at their discretion, have created a fund for a specific purpose;
- Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or funds raised for a specific purpose; and
- Endowment funds which represent gifts, the capital normally being unavailable for spending, and the income from which is either restricted or unrestricted.

Details of each material fund are disclosed in the notes to these accounts. Any fund may be represented in other ways than in cash.

NETHER GREEN METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

1. Accounting policies - continued

1.3 Income

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

Grants receivable are recognised in the SOFA when the conditions for receipt have been complied with. Grants are deferred only when the Church has to fulfil conditions before becoming entitled to them, or where the donor has specified that the income is to be expended in a future period.

Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution.

1.4 Expenditure

Expenditure is recognised when a liability is incurred, or a constructive obligation arises that results in the payment being unavoidable. Resources expended include attributable VAT which cannot be recovered.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated to the applicable expenditure headings.

1.5 Tangible fixed assets for use by the church

Tangible fixed assets are capitalised if they can be used for more than one year, and cost at least £1,000. They are valued at cost or a reasonable value on receipt. Where cost is not available, the Church Council may provide a reasonable estimate of cost or of the fixed asset's current value to the church.

Freehold land and buildings are held at their current insurance valuation.

Depreciation of fixed assets is provided at rates estimated to write off each asset less its residual value over the term of its useful life.

The annual rates used are:-

Fixtures and fittings - 10% straight line and 25% reducing balance

Depreciation is not provided on freehold properties as it is the Church's policy to maintain the property in good repair. Consequently, the trustees consider the life of the properties to be so long that there is no significant annual depreciation.

NETHER GREEN METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

1. Accounting policies – continued

1.6 Investments

Investments are valued in the balance sheet at fair value at the year end.

Investment income is included in the accounts when receivable and any gains or losses on revaluation at the year end are shown in the SOFA.

1.7 Taxation

As a charity, Nether Green Methodist Church is exempt from tax on income and gains falling within the available tax exemptions to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

1.8 Donated assets

Donated assets are included in the accounts when receivable at the Church's estimate of fair value.

1.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount repaid net of any trade discounts due.

1.10 Creditors and provisions

Creditors and provisions are recognised when the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

1.11 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

1.12 Critical accounting estimates and areas of judgement

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

NETHER GREEN METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

2. Transactions with trustees

| | 2020 | 2019 |
|---|-------|-------|
| | No | No |
| Number of trustees who were paid expenses | 6 | 5 |
| | | |
| | £ | £ |
| Total amount paid | 1,093 | 2,750 |

No trustees received remuneration from the charity in either year.

3. Collections for and payments to external organisations

| | 2020 | 2019 |
|---|---------|---------|
| | £ | £ |
| Balance brought forward | 891 | 2,437 |
| Collected in the year | 239 | 6,082 |
| Passed to external organisations | (1,130) | (4,734) |
| Transferred out to Broomhill and Stephen Hill | - | (2,894) |
| | | |
| Balance carried forward | - | 891 |

Collections are made on behalf of external organisations. These are excluded from the income and expenditure of the charity. Funds which are yet to be paid over at the year-end are included within creditors.

4. Charitable activities

| | Unrestricted Fund | Restricted Funds | Endowment Funds | Total 2020 | Total 2019 |
|--|----------------------|---------------------|--------------------|---------------|---------------|
| | £ | £ | £ | £ | £ |
| Circuit assessment | 30,000 | - | - | 30,000 | 91,000 |
| Grants and donations | 300 | - | - | 300 | 1,875 |
| Repairs and maintenance | 29,584 | 1,172 | - | 30,756 | 141,298 |
| Insurance, utilities etc | 10,605 | - | - | 10,605 | 29,931 |
| Depreciation | 1,365 | - | - | 1,365 | 2,416 |
| Church worker costs | - | 22,232 | - | 22,232 | 20,623 |
| Audiovisual systems | 605 | - | - | 605 | 1,559 |
| Worship | 60 | - | - | 60 | 375 |
| Printing and stationery | - | - | - | - | 648 |
| Other expenditure | 338 | - | 2 | 340 | 3,504 |
| Auditors remuneration (Statutory audit) | 500 | - | - | 500 | 4,656 |
| | | | | | |
| | 73,357 | 23,404 | 2 | 96,763 | 297,885 |

5. Charitable activities – exceptional donation

On 31 August 2019 the Beacon Methodist Church split. The Beacon Methodist Church then was Nether Green Methodist Church. All the amounts relating to the other two churches were donated back to them at a cost of £4,264,245 unrestricted expenditure and £46,954 restricted expenditure.

NETHER GREEN METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

6. SOFA prior year comparatives

| | Unrestricted Fund £ | Restricted Funds £ | Endowment Funds £ | Total 2019 £ |
|--|---------------------------|--------------------------|-------------------------|--------------------|
| Income from: | | | | |
| Donations and legacies | | | | |
| Offerings and tax recoverable | 115,254 | 22,828 | - | 138,082 |
| Grants | - | 1,500 | - | 1,500 |
| Special donations | - | - | - | - |
| Legacies | - | 25,116 | - | 25,116 |
| Investments | 1,316 | 78 | 554 | 1,948 |
| Other trading activities | | | | |
| Lettings | 75,642 | - | - | 75,642 |
| Internal organisations | - | 12,081 | - | 12,081 |
| Other income | 11,927 | - | - | 11,927 |
| Total income | 204,139 | 61,603 | 554 | 266,296 |
| Expenditure on: | | | | |
| Raising funds | | | | |
| Internal organisations | - | 7,047 | - | 7,047 |
| Charitable activities | | | | |
| General | 248,401 | 49,446 | 38 | 297,885 |
| Exceptional donation | 4,264,245 | 46,954 | 18,336 | 4,329,535 |
| Total expenditure | 4,512,646 | 103,447 | 18,374 | 4,634,467 |
| Net operating income/(expenditure) | (4,308,507) | (41,844) | (17,820) | (4,367,872) |
| Gain/(loss) on investment assets | 74 | - | 225 | 299 |
| Net Income/(expenditure) before transfers | (4,308,433) | (41,488) | (17,595) | (4,367,872) |
| Transfers between funds | 1,889 | (586) | (1,303) | - |
| Net Income/(expenditure) before other recognised gains/(losses) | (4,306,544) | (42,430) | (18,898) | (4,367,872) |
| Gain/(loss) on property held at valuation | 274,805 | - | - | 274,805 |
| Net movement in funds | (4,031,739) | (42,430) | (18,898) | (4,093,067) |
| Total funds at 1 September 2018 | 7,593,851 | 64,280 | 19,898 | 7,678,029 |
| Total funds at 31 August 2019 | 3,562,112 | 21,850 | 1,000 | 3,584,962 |

NETHER GREEN METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

| | | |
|---|--|--|
| 7. Wages and salaries | 2020 | 2019 |
| | £ | £ |
| Gross salary | 29,442 | 49,742 |
| Employer's NI | 2,064 | 3,342 |
| Employer's pension contributions | 1,745 | 3,449 |
| | 33,251 | 56,533 |
| | No | No |
| Average number of employees | 3 | 3 |
| No employees received emoluments in excess of £60,000 (2019: none). | | |
| 8. Tangible fixed assets | | |
| | Freehold land & buildings £ | Fixtures fittings and equipment £ |
| | | Total £ |
| Cost | | |
| At 1 September 2019 | 3,521,825 | 22,681 |
| Revaluation | 52,872 | - |
| At 31 August 2020 | 3,574,697 | 22,681 |
| Depreciation | | |
| At 1 September 2019 | - | 17,220 |
| Depreciation charge for year | - | 1,365 |
| At 31 August 2020 | - | 18,585 |
| Net book value | | |
| 31 August 2020 | 3,574,697 | 4,096 |
| 31 August 2019 | 3,521,825 | 5,461 |

Freehold land and buildings have been revalued at the year end with reference to their insured value.

Information is not available to quantify the historical cost of the buildings.

NETHER GREEN METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

9. Fixed asset investments

| | Listed investments /managed funds £ |
|---------------------|---|
| Valuation | |
| At 1 September 2019 | 1,000 |
| Income | 9 |
| Expenditure | (2) |
| Transfers | (7) |
| | <hr/> |
| At 31 August 2020 | 1,000 |
| | <hr/> |

Information is not available to quantify the historical cost of the investments.

10. Debtors

| | Unrestricted Funds 2020 £ | Restricted Funds 2020 £ | Total Funds 2020 £ | Total Funds 2019 £ |
|------------------------------------|------------------------------------|----------------------------------|-----------------------------|-----------------------------|
| Accrued income | | | | |
| - Gift Aid recoverable | 3,955 | 125 | 4,080 | 5,145 |
| Circuit assessment paid in advance | 6,000 | - | 6,000 | 7,500 |
| Other debtors | - | - | - | 431 |
| Prepayments | 3,356 | - | 3,356 | 1,958 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| | 13,311 | 125 | 13,436 | 15,034 |
| | <hr/> | <hr/> | <hr/> | <hr/> |

11. Creditors: amounts falling due within one year

| | Unrestricted Funds 2020 £ | Restricted Funds 2020 £ | Total Funds 2020 £ | Total Funds 2019 £ |
|------------------|------------------------------------|----------------------------------|-----------------------------|-----------------------------|
| Sundry creditors | - | - | - | 891 |
| Accruals | 5,421 | 2,263 | 7,684 | 3,169 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| | 5,421 | 2,236 | 7,684 | 4,060 |
| | <hr/> | <hr/> | <hr/> | <hr/> |

NETHER GREEN METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

12. Funds – current year

| | Brought forward £ | Income £ | Expenditure £ | Transfers £ | Gain on Revaluation £ | Carried Forward £ |
|--------------------------------------|-------------------------|----------------|------------------|----------------|-----------------------------|-------------------------|
| Unrestricted funds | | | | | | |
| General funds | 3,562,112 | 82,671 | (73,357) | 2,007 | 52,872 | 3,626,305 |
| Total | 3,562,112 | 82,671 | (73,357) | 2,007 | 52,872 | 3,626,305 |
| Restricted funds | | | | | | |
| Children's, Family & Youth Worker | 15,208 | 20,330 | (23,404) | - | - | 12,134 |
| Internal organisations | 6,642 | 856 | (1,314) | (2,000) | - | 4,184 |
| Total | 21,850 | 21,186 | (24,718) | (2,000) | - | 16,318 |
| Endowment funds | | | | | | |
| T D Crothers Fund | 1,000 | 9 | (2) | (7) | - | 1,000 |
| Total | 1,000 | 9 | 2) | (7) | - | 1,000 |
| Total funds | 3,584,962 | 103,866 | (98,377) | - | 52,872 | 3,643,623 |

Purposes of funds

Restricted funds

Children's and Family and Youth Worker's fund – to provide a worker to work directly with children and young people in their faith development and education through leadership and co-ordination of groups, and support the congregation's vision for children's participation in the life of the church community

Internal Organisations include the following:

Lunch club fund – to provide a weekly meal and fellowship for older people who are lonely, or living by themselves or unable to provide for themselves.

Endowment funds

The income from the endowment funds is expendable. The net income after expenditure is transferred to unrestricted funds. The capital of very small endowment funds may be expended with Connexional approval.

Transfers between funds

A total of £2,000 has been transferred from other internal organisations funds to unrestricted funds. These are donations from the relevant groups to the church as a whole.

Net income after expenditure of £7 has been transferred from endowment funds to unrestricted funds as the income is expendable.

NETHER GREEN METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

13. Funds- prior year

| | Brought forward £ | Income £ | Expenditure £ | Transfers £ | Gain on Revaluation £ | Carried Forward £ |
|---|-------------------------|-------------|------------------|----------------|-----------------------------|-------------------------|
| Unrestricted funds | | | | | | |
| General funds | 7,581,779 | 204,139 | (4,510,574) | 11,889 | 274,879 | 3,562,112 |
| Broomhill property reserve | 2,072 | - | (2,072) | - | - | - |
| Youth development worker | 10,000 | - | - | (10,000) | - | - |
| | 12,072 | - | (2,072) | (10,000) | - | - |
| Total | 7,593,851 | 204,139 | (4,512,646) | 1,889 | 274,879 | 3,562,112 |
| Restricted funds | | | | | | |
| Children's, Family & Youth Worker | 13,394 | 24,406 | (22,592) | - | - | 15,208 |
| Church Development Fund Stephen Hill | 15,000 | 25,116 | (40,116) | - | - | - |
| Legacies | 500 | - | (500) | - | - | - |
| Benevolence Fund Stephen Hill | 1,204 | - | (1,204) | - | - | - |
| Congregation | 25,650 | - | (25,650) | - | - | - |
| Internal organisations | 8,532 | 12,081 | (13,385) | (586) | - | 6,642 |
| Total | 64,280 | 61,603 | (103,447) | (586) | - | 21,850 |
| Endowment funds | | | | | | |
| Sir Samuel Osborn Fund (BH) | 18,891 | 546 | (18,372) | (1,290) | 225 | - |
| T D Crothers Fund (NG) | 1,007 | 8 | (2) | (13) | - | 1,000 |
| Total | 19,898 | 554 | (18,374) | (1,303) | 225 | 1,000 |
| Total funds | 7,678,029 | 266,296 | (4,634,467) | - | 275,104 | 3,584,962 |

NETHER GREEN METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 AUGUST 2020

14. Analysis of net assets between funds

| Current year | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|-------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|------------|
| Tangible fixed assets | 3,578,793 | - | - | - | 3,578,793 |
| Fixed asset investments | - | - | - | 1,000 | 1,000 |
| Debtors and prepayments | 13,311 | - | 125 | - | 13,436 |
| Current asset investments | 23,306 | - | 6,671 | - | 29,977 |
| Cash at bank and in hand | 16,316 | - | 11,785 | - | 28,101 |
| Creditors due within one year | (5,421) | - | (2,263) | - | (7,684) |
| Net assets | 3,626,305 | - | 16,318 | 1,000 | 3,643,623 |

| Prior year | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|-------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|------------|
| Tangible fixed assets | 3,527,286 | - | - | - | 3,527,286 |
| Fixed asset investments | - | - | - | 1,000 | 1,000 |
| Debtors and prepayments | 13,609 | - | 1,425 | - | 15,034 |
| Current asset investments | 20,247 | - | 12,964 | - | 33,211 |
| Cash at bank and in hand | 4,139 | - | 8,352 | - | 12,491 |
| Creditors due within one year | (3,169) | - | (891) | - | (4,060) |
| Net assets | 3,562,112 | - | 21,850 | 1,000 | 3,584,962 |

15. Related party transactions

During the year, Trustees have donated £21,505 (2019: £36,408) to Nether Green Methodist Church. This is included within offerings and tax recoverable income.