

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022
FOR
MID DERBYSHIRE METHODIST CIRCUIT**

MID DERBYSHIRE METHODIST CIRCUIT

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**CHARITY COMMISSION
FOR ENGLAND AND WALES**

Trustees' Annual Report for the period

from 1st September 2021 to 31st August 2022

Charity name: Mid Derbyshire Methodist Circuit

Charity registration number: 1139498

Objectives and Activities

	SORP reference	
Summary of the purposes of the charity as set out in its governing document	Para 1.17	<p>The purposes of the Methodist Church are and shall be deemed to have been since the Date of Union the advancement of:</p> <ul style="list-style-type: none">a) The Christian faith in accordance with the doctrinal standards and discipline of The Methodist Churchb) Any charitable purpose for the time being of any Connexional, District, Circuit, local or other organization of The Methodist Churchc) Any charitable purpose for the time being of any society or institution subsidiary or ancillary to The Methodist Churchd) Any purpose for the time being of any charity being a charity subsidiary or ancillary to The Methodist Church
Summary of the main activities in relation to those purposes for the public benefit, in particular, the activities, projects or services identified in the accounts.	Para 1.17 and 1.19	<p>The circuit trustees are the Managing Trustees for the shared resources (e.g. manses, other properties, financial assets and personnel) related to the group of Methodist churches known as the Mid Derbyshire Methodist Circuit. At the end of August 2022, the circuit had 19 Methodist worship centres and 4 Local Ecumenical Partnerships (LEPs) in its geographical area.</p> <p>Two of the Methodist worship centres are managed by a single Church Council, whereas the others all have their own Church Council. For worship, a quarterly preaching plan is produced to ensure regular acts of worship take place and all of the acts of worship are open to all people, without charge. The circuit also provides monthly services of worship at Maple Leaf House in Ripley, a purpose-built MHA nursing home for people with dementia. Circuit services, events and training are organised from time to time as required.</p>
Statement confirming whether the trustees have had regard to the guidance issued by the Charity	Para 1.18	<p>We confirm the trustees have had regard to the Charity Commission's guidance on public benefit.</p>

Commission on public benefit		
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Additional information (optional)

You may choose to include further statements where relevant about:

	SORP reference	
Policy on grant making	Para 1.38	
Policy on social investment including program related investment	Para 1.38	
Contribution made by volunteers	Para 1.38	The main parts of our churches' activities are undertaken by lay persons (volunteers).
Other		

Achievements and Performance

	SORP reference	
Summary of the main achievements of the charity, identifying the difference the charity's work has made to the circumstances of its beneficiaries and any wider benefits to society as a whole.	Para 1.20	<p><u>Annual Report for 2020 to 2021</u> The Annual Report of the Mid Derbyshire Methodist Circuit for the year ending 31st August 2021 was prepared, agreed by the Circuit Meeting and submitted before the Charity Commission's deadline date.</p> <p><u>Circuit Policy</u> New processes of oversight and trusteeship were approved by the Methodist Conference. This includes the decision that the minimum size of a local church should be increased to 12 members. The Circuit Meeting gave permission to two churches with memberships of 13 each, Marehay and Waingroves Methodist Churches, to join together to form one Church Council (to be known as MWMC) as from 1st September 2022.</p> <p>Resolutions on the 'God in Love Unites Us' report, regarding co-habitation and same sex marriages, were confirmed at the Methodist Conference. Each church council in the circuit voted on whether to allow same sex marriages and blessing services in their church building.</p> <p>Implementation of team working across the circuit was begun.</p>

		<p><u>Circuit Officers</u> Two additional Circuit Stewards were appointed in September 2021. Members of the Circuit Invitation Committee were appointed in September 2021. Representatives to the District Synod were appointed in June 2022.</p> <p><u>Circuit Staffing</u> As agreed at the Circuit Meeting in June 2021, a Lay Mission and Outreach Worker, Roanna Pilsbury, was employed on a three-year contract from September 2021, to work for 20 hours per week in the Matlock area. Her hours were increased to 32 hours per week in July 2022 and it was agreed that she should become full-time from September 2022 so that churches in other areas of the circuit could benefit from her expertise.</p> <p>During the year Rev Robert Foster took his delayed three-month sabbatical and Rev Stephen Pratt was on sick leave for four and a half months. Rev Moses Agyam was appointed in a half-time post as a Presbyterian in September 2021 for one year. Four Presbyters left the circuit in August 2022: Revs Moses Agyam, Robert Foster, John Malnutt and Kate Strange. The circuit entered the stationing process, requesting two Presbyters (one of them a Superintendent Minister) and a Deacon.</p> <p><u>Circuit Safeguarding</u> Safeguarding training was provided in the circuit and the district. Training was completed by those people in circuit and church roles requiring such training.</p> <p><u>Circuit Property</u> Partly as a result of the Covid-19 pandemic and partly because Erewash Borough Council did not receive levelling-up government funding, the Ilkeston Methodist Church building project was put on hold. So the Bath Street shops were not demolished.</p> <p>The Belper Methodist Church project was also delayed and the schoolroom was not demolished.</p> <p>Building work was completed at Wellspring Church, the LEP in Wirksworth, and the annexe to its building was opened in April 2022.</p> <p>Cross o' th' Hands Methodist Church had ceased worship in July 2021 and the church building was sold in November 2021.</p>
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		<p>Mansfield Road Methodist Church, Heanor, ceased worship in June 2022; the church building was to be refurbished as a hospitality centre. <i>Mary's Kitchen</i>, a project at Mansfield Road providing reasonably priced meals to the local community, will continue as a circuit project.</p> <p><u>Circuit Services and Events</u> Circuit services were held: for the Easter Offering Dedication in May 2022; to commemorate the churches which had closed during the past year in June 2022; as a farewell for the Presbyters who were leaving in July 2022.</p> <p>Some meetings continued to be held via Zoom. Church services were held in person but a positive effect of the Covid-19 pandemic is that some online services have continued.</p> <p>Information and support evenings for Pastoral Visitors were held; these included speakers from our own circuit on <i>Patterns of Hospitality</i> and <i>Christians Against Poverty (CAP)</i>. There is a CAP Debt Centre in Ilkeston which is supported by local churches.</p> <p>Unfortunately, because of the cost of living problems which people have continued to face, foodbanks at some of our churches continue to be necessary.</p>
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Additional information (optional)

You may choose to include further statements where relevant about:

Achievements against objectives set	Para 1.41	<p>As noted above, under Circuit Staffing, a Lay Mission and Outreach Worker was employed to work in the Matlock area.</p> <p>Although it had been agreed not to replace Rev Paul Beard when he retired in order to avoid a significant budget overspend, Rev Moses Agyam was unexpectedly available and needed a part-time post in the area. The Nottingham and Derby District Chair requested that he should be given a one-year post in the circuit. The Circuit Leadership Team agreed to this request because it was felt he had gifts and skills to offer the circuit. Some funding was available because it had previously been agreed for a Presbyter for 2 years at 20% capacity but this had not happened.</p> <p>Advertisements were placed for a Messy Church Worker but there was only one applicant and no-one was appointed.</p>
	Para 1.41	

Performance of fundraising activities against objectives set		
Investment performance against objectives	Para 1.41	
Other		<p>Future Plans</p> <p>There will be a change of some ministerial staff in the circuit from 1st September 2022. A new Superintendent Minister will bring fresh vision as the Circuit Leadership Team makes plans for the next few years.</p> <p>A Deacon will be working in the community in the Heanor area.</p> <p>Since the formation of the circuit, from three smaller circuits, the circuit has managed some properties which are not needed as manses for ministers. Some of these may be sold to provide money for mission and ministry projects.</p> <p>It is hoped to set up a circuit worship event for and with young people.</p> <p>There will be some church projects, including the delayed project at Ilkeston Methodist Church.</p>

Financial Review

Review of the charity's financial position at the end of the period	Para 1.21	<p>At the end of the year, on 31st August 2022, the net surplus for the year on the General Fund was £25,398 after a net gain on the revaluation of investment property of £91,237. The balance on the General Fund was £3,409,115.</p> <p>The net surplus for the year on the Circuit Model Trust Fund was £247,870 and the balance was £976,745. This can be used for a variety of purposes, along with the properties managed by the circuit.</p> <p>During the year the trustees reclassified the circuit's investment properties from freehold which resulted in a fair value adjustment in accordance with FRS102. This resulted in a total gain on investment properties of £851,545 of which £91,237 is reflected in the current year and £760,308 shown as a prior year adjustment. Properties were valued as follows: Freehold Properties £1,339,270; Investment Properties £1,970,000.</p> <p>During this financial year the Circuit Leadership Team has followed the circuit policy for the management and use of the circuit's assets and financial decision making was linked to the agreed budget.</p> <p>The circuit budget for 2021 to 2022 was agreed at the Circuit Meeting in June 2021,</p>
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		along with the proposed Church Assessment contributions to circuit finances.
Statement explaining the policy for holding reserves stating why they are held	Para 1.22	<p>The Reserves Policy for the Mid Derbyshire Methodist Circuit is to hold a sum equivalent to 3 months' average expenditure in the general account and a further £100,000 in the Model Trust Fund. This should be sufficient to meet any unforeseen item of major expenditure on manse and/or to be able to continue, in the short term, to fund planned activities in the event of the closure of a large church or an inability to raise the full Assessment from churches. It is necessary to hold sufficient working capital to enable the payment of stipends and salaries, business expenses for the ministers and lay employees and our contribution to the Nottingham and Derby District.</p> <p>Money from the Model Trust Fund had been committed to church projects; this was available to be used, as and when necessary, by the relevant churches.</p>
Amount of reserves held	Para 1.22	<p>£88,146 was held in the general account at 31st August 2022.</p> <p>£976,745 was held in the Model Trust Fund at 31st August 2022; these are unrestricted funds.</p>
Reasons for holding zero reserves	Para 1.22	N/A
Details of fund materially in deficit	Para 1.24	None
Explanation of any uncertainties about the charity continuing as a going concern	Para 1.23	<p>Risks are considered by the Circuit Leadership Team, which takes professional advice as required; the team is engaged in a regular review process.</p> <p>A reduction in numbers attending the churches, partly due to the effect of the Covid-19 pandemic, has meant that some churches have struggled financially. If a lot of churches were to cease worship, the Circuit Leadership Team would need to consider a reduction in staff numbers. This was not considered to be a great risk because numbers have stabilised but it will be kept under review because churches' funds have not returned to their pre-pandemic levels.</p>

Additional information (optional)

You may choose to include further statements where relevant about:

The charity's principal sources of funds (including any fundraising)	Para 1.47	<p>In the 2021-2022 accounts:</p> <p>75% of the circuit's income was provided by the local churches.</p> <p>56% of expenditure was on pay and related costs.</p>
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		<p>6% of expenditure was on property maintenance, including both manses and properties that are being let.</p> <p>20% of expenditure is our contribution to the Nottingham and Derby Methodist District; part of this is used to fund the work of the wider Methodist Church.</p> <p>£15,000 was sent to Connexion as a donation towards covering a shortfall in the Minister's Pension Fund.</p>
Investment policy and objectives including any social investment policy adopted	Para 1.46	
A description of the principal risks facing the charity	Para 1.46	<p>The closure of some churches and reduced numbers attending the other churches could have an impact on the assessment raised from churches. Numbers have stabilised but this will be kept under review by the Circuit Leadership Team.</p> <p>The risk of the ability of churches to pay their assessment is always present. This is managed through dialogue with the churches, including an annual meeting of Church Treasurers.</p> <p>Risks regarding safeguarding are managed through DBS checks and mandatory training. Further details are outlined in the circuit's Safeguarding Policy.</p>
Other		<p>The Circuit Treasurer was advised that the circuit accounts for the previous three years should have been audited and not independently examined. The Charity Commission has confirmed that it does not require a retrospective audit but the accounts must be audited in future. The circuit has acted upon this instruction from the Charity Commission.</p>

Structure, Governance and Management

Description of charity's trusts:		
Type of governing document (trust deed, royal charter)	Para 1.25	Deed of Union (1932) and Methodist Church Act (1976)
How is the charity constituted? (e.g unincorporated association, CIO)	Para 1.25	Act of Parliament
Trustee selection methods including details of any constitutional provisions e.g. election to post or name of any person or body entitled	Para 1.25	Trustees are appointed by local churches and existing trustees in accordance with the modified constitution under Section 58 of the Constitutional Practice and Discipline of The Methodist Church (CPD), which was

to appoint one or more trustees		implemented on the formation of the Mid Derbyshire Methodist Circuit on 1 st September 2014 and amended on 1 st September 2017. Circuit ministers are automatically trustees.
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Additional information (optional)

You may choose to include further statements where relevant about:

Policies and procedures adopted for the induction and training of trustees	Para 1.51	The Mid Derbyshire Methodist Circuit has not adopted its own policies and procedures for the induction and training of trustees because it follows the policies, procedures and guidance produced by the Methodist Connexion. For example, for safeguarding, the Creating Safer Space Foundation Module was delivered by people within the circuit who had been trained to do so.
The charity's organisational structure and any wider network with which the charity works	Para 1.51	<p>The Mid Derbyshire Methodist Circuit is part of the Nottingham and Derby Methodist District and is accountable to the Methodist Conference.</p> <p>The Circuit Leadership Team, comprising ex officio, appointed and any co-opted officers, works with the circuit staff and officers, as well as through a number of small working groups, in order to oversee the development and implementation of circuit policy.</p>
Relationship with any related parties	Para 1.51	None
Other		

Reference and Administrative details

Charity name	Mid Derbyshire Methodist Circuit
Other name the charity uses	None
Registered charity number	1139498
Charity's principal address	Mid Derbyshire Circuit Office Belper Community Cottage 16 Chapel Street Belper DE56 1AR
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).

	<p>The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 circuit and of its incoming resources and application of resources, including the income and expenditure, of the circuit for that period. In preparing these financial statements, the trustees are required to:</p> <ul style="list-style-type: none"> • select suitable accounting policies and then apply them consistently; • observe the methods and principles in the Charities SORP (FRS 102); • make judgments 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 circuit will continue in business. <p>The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the circuit and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the circuit and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.</p>
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Names of the charity trustees who manage the charity

These trustees form the Circuit Leadership Team, who are delegated with the day-to-day running of the circuit.

	Trustee name	Office (if any)	Dates acted if not for whole year	Name of person (or body) entitled to appoint trustee (if any)
1	Rev Kate Strange	Superintendent Minister		Ex officio
2	Rev Moses Agyam	Circuit Minister		Ex officio
3	Rev Robert Foster	Circuit Minister		Ex officio
4	Rev John Malnutt	Circuit Minister		Ex officio
5	Rev Helen Ruth Penfold	Circuit Minister		Ex officio
6	Rev Stephen Pratt	Circuit Minister		Ex officio
7	Ruth Beresford	Circuit Steward		Mid Derbyshire Circuit

8	Kathleen Brydon	Circuit Steward		Mid Derbyshire Circuit
9	Lesley Vivienne Joy Palfreyman	Circuit Steward		Mid Derbyshire Circuit
10	David Shirtcliffe	Circuit Steward		Mid Derbyshire Circuit
11	Geraldine Stamp	Circuit Steward		Mid Derbyshire Circuit
12	Paul Strange	Circuit Steward		Mid Derbyshire Circuit
13	Eddie Sweet	Circuit Steward		Mid Derbyshire Circuit
14	Sarah Harris	Lay Employee		Mid Derbyshire Circuit
15	Judith Anne Milner	Lay Employee		Mid Derbyshire Circuit
16	Roanna Joy Pilsbury	Lay Employee		Mid Derbyshire Circuit
17	Gillian Dorothy Stamp	Lay Employee		Mid Derbyshire Circuit

Names of any other people who served as charity trustees in the financial year in question

	Trustee name	Office (if any)	Dates acted if not for whole year	Name of person (or body) entitled to appoint trustee (if any)
18	Rev Kevin Price	Minister in Local Ecumenical Partnership		Mid Derbyshire Circuit
19	Rev Chris Scotchbrook	Supernumerary Minister		Mid Derbyshire Circuit
20	Rev Adrian Smith	Supernumerary Minister		Mid Derbyshire Circuit
21	Rev Juan Thompson	Supernumerary Minister		Mid Derbyshire Circuit
22	Rev Anthony Wells	Supernumerary Minister		Mid Derbyshire Circuit
23	Margaret Garratt	Rep to Circuit Meeting		Ambergate Church Council
24	Paul Garratt	Rep to Circuit Meeting		Ambergate Church Council
25	Jane Gentry	Rep to Circuit Meeting	15/06/22 to 31/08/22	Belper Church Council
26	Christine Nelson	Rep to Circuit Meeting	15/06/22 to 31/08/22	Belper Church Council
27	Dorothy Pipe	Rep to Circuit Meeting	01/09/22 to 15/06/22	Belper Church Council
28	Jennifer Scotchbrook	Rep to Circuit Meeting		Belper Church Council
29	Dorothy Annette Taylor	Rep to Circuit Meeting		Codnor Church Council
30	Helen Rogers	Rep to Circuit Meeting		Cromford Church Council
31	Timothy Nigel Everard Rogers	Rep to Circuit Meeting		Cromford Church Council
32	Gill Clifton	Rep to Circuit Meeting		Darley Dale Church Council
33	Monica Render	Rep to Circuit Meeting		Darley Dale Church Council
34	Jeanette Anne Welch	Rep to Circuit Meeting	15/06/22 to 31/08/22	Darley Dale Church Council
35	Andrew Bales	Rep to Circuit Meeting		Denby Bottles Church Council
36	Mike James	Rep to Circuit Meeting		Denby Bottles Church Council
37	Beverley Margaret Evans	Rep to Circuit Meeting		Heage Church Council
38	Lynne Terry	Rep to Circuit Meeting		Heage Church Council

39	Sheila Wheatley	Rep to Circuit Meeting		Holbrook Moor Church Council
40	Helen Elizabeth Whitham	Rep to Circuit Meeting		Holbrook Moor Church Council
41	John Daglish	Rep to Circuit Meeting		Holloway Church Council
42	Marjorie Ann Thoday	Rep to Circuit Meeting		Holloway Church Council
43	Barbara Moore	Rep to Circuit Meeting		Horsley Woodhouse Church Council
44	Phyllis Shaw	Rep to Circuit Meeting		Horsley Woodhouse Church Council
45	Brenda Jean Clarke	Rep to Circuit Meeting		Ilkeston Church Council
46	Michael Edward Parker	Rep to Circuit Meeting		Ilkeston Church Council
47	Tony Stevens	Rep to Circuit Meeting		Ilkeston Church Council
48	Christine Dianne Richards	Rep to Circuit Meeting		Marehay Church Council
49	Viv Walters	Rep to Circuit Meeting		Marehay Church Council
50	Penny Brown	Rep to Circuit Meeting		Matlock Methodist & United Reformed Church Council
51	Sandra Haycock	Rep to Circuit Meeting		Matlock Methodist & United Reformed Church Council
52	Mike Haynes	Rep to Circuit Meeting		Matlock Methodist & United Reformed Church Council
53	Elizabeth Littlewood	Rep to Circuit Meeting		Matlock Moor Church Council
54	Alan Piper	Rep to Circuit Meeting		Matlock Moor Church Council
55	Gillian Chatto	Rep to Circuit Meeting		Nether Heage Church Council
56	Karen Julie Morley	Rep to Circuit Meeting		Nether Heage Church Council
57	Sarah Louise Baker	Rep to Circuit Meeting		Ripley Church Council
58	Elaine Grout	Rep to Circuit Meeting		Ripley Church Council
59	Anne Brown	Rep to Circuit Meeting		St. Andrew's Church, Langley Mill, Church Council
60	Peter Charles Norman	Rep to Circuit Meeting		Tansley Church Council
61	Sylvia Norman	Rep to Circuit Meeting		Tansley Church Council
62	Irene Bourne	Rep to Circuit Meeting		United Church of All Saints, Stanley Common, Church Council
63	John Grace	Rep to Circuit Meeting		Waingroves Church Council
64	Mark Ratcliffe	Rep to Circuit Meeting		Waingroves Church Council
65	Sheila Ivy Redfern	Rep to Circuit Meeting		Wellspring Church, Wirksworth, Trustees
66	Susan Margaret Watts	Rep to Circuit Meeting		Wellspring Church, Wirksworth, Trustees

67	Alan Hickingbotham	Rep to Circuit Meeting	09/06/22 to 31/08/22	West Hallam Church Council
68	Andrew John Pierson	Rep to Circuit Meeting	09/06/22 to 31/08/22	West Hallam Church Council
69	Lesley Ann Tooley	Rep to Circuit Meeting	09/06/22 to 31/08/22	West Hallam Church Council
70	Anne Kettlewell	Circuit Safeguarding Officer		Mid Derbyshire Circuit

Corporate trustees – names of the directors at the date the report was approved

Director name		
N/A		

Name of trustees holding title to property belonging to the charity

Trustee name	Dates acted if not for whole year	
N/A		

Funds held as custodian trustees on behalf of others

Description of the assets held in this capacity	N/A
Name and objects of the charity on whose behalf the assets are held and how this falls within the custodian charity's objects	N/A
Details of arrangements for safe custody and segregation of such assets from the charity's own assets	N/A

Additional information (optional)

Names and addresses of advisers (Optional information)

Type of adviser	Name	Address
Auditor	David Mellor FCA	Johnson Tidsall Chartered Accountants & Statutory Auditor 81 Burton Road, Derby, DE1 1TJ

Name of chief executive or names of senior staff members (Optional information)

Rev Kate Strange (Superintendent Minister) for year ending 31st August 2022

Exemptions from disclosure


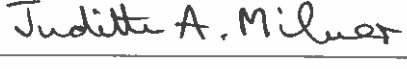
Reason for non-disclosure of key personnel details

N/A

Declarations

The trustees declare that they have approved the trustees' report above.

Signed on behalf of the charity's trustees

Signature(s)		
Full name(s)	Ann Miller Anderson	Judith Anne Milner
Position (eg Secretary, Chair, etc)	Superintendent Minister	Secretary of the Circuit Meeting
Date	31.08.23	31.08.23

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MID DERBYSHIRE METHODIST CIRCUIT

Opinion

We have audited the financial statements of Mid Derbyshire Methodist Circuit (the 'charity') for the year ended 31 August 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Emphasis of matter

Previous years accounts have not been subjected to an audit and therefore the comparative accounts, including opening balances are unaudited.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MID DERBYSHIRE METHODIST CIRCUIT

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

In identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- The nature and control environment of the charity
- Our discussions with management and governance including whether they had knowledge of any actual, suspected or alleged fraud
- The internal controls to mitigate the risks of fraud

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MID DERBYSHIRE METHODIST CIRCUIT

Our responsibilities for the audit of the financial statements - continued

Following our review, we have identified the following areas which are deemed to have the greatest potential for fraud or material misstatement within the financial statements:

- The recognition of rental income from freehold investment properties
- The recognition of assessments from churches
- The valuation of estimates in respect of freehold investment properties
- The valuation of financial investments
- The ownership of freehold investment properties and freehold properties
- The ownership of financial investments
- Unusual journal entries
- Management override

We also considered any laws and regulations that were central to the operation of the charity including charity law and employment law.

The following procedures were undertaken in respect of the risks where we identified the potential for material misstatement:

At the planning stage of the audit, we reviewed controls put in place by the board of trustees. We also carried out a review of the minutes of trustee meetings.

Income transaction testing was performed to test completeness of income. This included agreeing rental income to leases in respect of freehold investment properties to ensure that all properties received regular income in the year. We also carried out a review of monthly assessments from churches which are set by an annual budget. Where there were periods of no income in respect of freehold investment properties, we referred to periodic statements from managing agents appointed by the trustees and Trustees' Board minutes to justify the reasons for this.

In respect of assessments on churches, we referred to Trustees' Board minutes to justify any non-payments and carried out a subsequent events review to determine any debtor balances cleared after date.

We tested the valuation of estimates in respect of freehold investment properties by obtaining a professional valuation. Our work on freehold investment properties highlighted the fact that these had been shown under land and buildings in previous years and were reflected at deemed cost rather than fair value. This resulted in the reclassification of these properties to investment properties with the recognition of a prior year adjustment in respect of the material uplift in the valuation.

Consideration was given to the reliance on the use of experts in respect of the management of the rental investment properties.

We tested the ownership of freehold properties and freehold investment properties to HM Land Registry.

We tested the ownership of financial investments to the statement of investments held with the charity Trustees for Methodist Purposes.

A sample of journal entries were tested for appropriateness and enquiries made of management as to the procedures in place for posting journal entries. During our audit we considered any large, unusual journals or transactions outside the normal course of business which were highlighted as a result of our testing.

The financial statements were reviewed alongside our disclosure checklists to identify any unusual or unexpected relationships or any areas of non-compliance. Discussions were held with management where it was considered additional disclosures were required.

We remained alert to any indications of fraud, material misstatement or non-compliance with laws and regulations throughout the audit including those relating to the financial statements.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MID DERBYSHIRE METHODIST CIRCUIT

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



David Mellor FCA (Senior Statutory Auditor)
Johnson Tidsall Limited
Chartered Accountants
& Statutory Auditor
81 Burton Road
Derby
Derbyshire
DE1 1TJ

Date: 5 September 2021

MID DERBYSHIRE METHODIST CIRCUIT

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2022

				2022	2021
		Unrestricted funds	Circuit Model Trust Fund	Total funds	Total funds as restated
	Notes	£	£	£	£
INCOME AND ENDOWMENTS FROM					
Charitable activities	4				
Assessments on churches		285,652	-	285,652	299,664
Worship centres		8,631	404,252	412,883	139,971
Investment income	3	78,913	7,076	85,989	94,285
Other income	5	8,485	-	8,485	16
Total		381,681	411,328	793,009	533,936
EXPENDITURE ON					
Charitable activities	6				
Assessments on churches		445,001	-	445,001	403,499
Worship centres		1,580	89,700	91,280	8,252
Other	8	12,247	56,661	68,908	113,026
Total		458,828	146,361	605,189	524,777
Net gains/(losses) on investments		91,237	(5,789)	85,448	772,618
NET INCOME		14,090	259,178	273,268	781,777
Transfers between funds	19	11,308	(11,308)	-	-
Net movement in funds		25,398	247,870	273,268	781,777
RECONCILIATION OF FUNDS					
Total funds brought forward					
As previously reported		2,623,409	728,875	3,352,284	3,330,815
Prior year adjustment	12	760,308	-	760,308	-
As restated		3,383,717	728,875	4,112,592	3,330,815
TOTAL FUNDS CARRIED FORWARD		3,409,115	976,745	4,385,860	4,112,592

The notes form part of these financial statements

MID DERBYSHIRE METHODIST CIRCUIT

BALANCE SHEET 31 AUGUST 2022

				2022	2021
		Unrestricted funds	Circuit Model Trust Fund	Total funds	Total funds as restated
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	13	1,346,238	-	1,346,238	1,350,378
Investments					
Investments	14	-	-	-	65,656
Investment property	15	1,970,000	-	1,970,000	1,878,763
		3,316,238	-	3,316,238	3,294,797
CURRENT ASSETS					
Debtors	16	46,705	1,226	47,931	20,198
Investments	17	-	59,867	59,867	-
Cash at bank		88,146	943,608	1,031,754	824,000
		134,851	1,004,701	1,139,552	844,198
CREDITORS					
Amounts falling due within one year	18	(41,974)	(27,956)	(69,930)	(26,403)
NET CURRENT ASSETS		92,877	976,745	1,069,622	817,795
TOTAL ASSETS LESS CURRENT LIABILITIES		3,409,115	976,745	4,385,860	4,112,592
NET ASSETS		3,409,115	976,745	4,385,860	4,112,592
FUNDS	19				
Unrestricted funds				4,385,860	4,112,592
TOTAL FUNDS				4,385,860	4,112,592

The financial statements were approved by the Board of Trustees and authorised for issue on 31.08.2023 and were signed on its behalf by:


Mrs Gillian Dorothy Stamp - Trustee


Rev Ann Miller Anderson - Trustee

The notes form part of these financial statements

MID DERBYSHIRE METHODIST CIRCUIT

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2022

		2022	2021
	Notes	£	as restated £
Cash flows from operating activities			
Cash generated from operations	1	<u>207,754</u>	<u>23,894</u>
Net cash provided by operating activities		<u>207,754</u>	<u>23,894</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>-</u>	<u>(4,822)</u>
Net cash provided by/(used in) investing activities		<u>-</u>	<u>(4,822)</u>
Change in cash and cash equivalents in the reporting period		207,754	19,072
Cash and cash equivalents at the beginning of the reporting period		<u>824,000</u>	<u>804,928</u>
Cash and cash equivalents at the end of the reporting period		<u>1,031,754</u>	<u>824,000</u>

The notes form part of these financial statements

MID DERBYSHIRE METHODIST CIRCUIT

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2022

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022	2021 as restated
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	273,268	781,777
Adjustments for:		
Depreciation charges	4,140	4,140
Gain on investments	(85,448)	(772,618)
(Increase)/decrease in debtors	(27,733)	12,166
Increase/(decrease) in creditors	43,527	(1,571)
Net cash provided by operations	<u>207,754</u>	<u>23,894</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/9/21 £	Cash flow £	At 31/8/22 £
Net cash			
Cash at bank	<u>824,000</u>	<u>207,754</u>	<u>1,031,754</u>
	<u>824,000</u>	<u>207,754</u>	<u>1,031,754</u>
Liquid resources			
Deposits included in cash	-	-	-
Current asset investments	<u>-</u>	<u>59,867</u>	<u>59,867</u>
	<u>-</u>	<u>59,867</u>	<u>59,867</u>
Total	<u>824,000</u>	<u>267,621</u>	<u>1,091,621</u>

The notes form part of these financial statements

MID DERBYSHIRE METHODIST CIRCUIT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

1. STATUTORY INFORMATION

Mid Derbyshire Methodist Circuit is a charity registered in England and Wales. The charity's, registered charity number and registered office address can be found in the reference and administrative details of the Report of the Trustees.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The currency basis for the preparation of these financial statements is pound sterling (£).

Going concern

The trustees regularly monitor the charity's reserves policy, risk assessment and cash flow to assess the viability of the charity. To date, no material uncertainties exist that would affect the preparation of the financial statements on a going concern basis.

Significant judgements and estimates

The following judgements (apart from those involving estimates) have been made in the process of applying the charity's accounting policies that have had the most significant effect on amounts recognised in the financial statements:

The key source of estimation uncertainty in the financial statements is investment property valuation. The investment properties were professionally valued in the year and the valuation is considered annually by the trustees.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Donations, legacies and similar incoming resources are included in the year in which they are receivable, which is when the charity becomes entitled to the resource.

Rental income and assessments on churches is included in the period to which it relates. Amounts received in advance are deferred to the following period.

Income from investments and interest on short term deposits is accounted for in the year in which it is receivable.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants

Grants made by the Circuit from its own funds are recognised in full at the time of agreement or when the Circuit accepts that there is a legal or operational obligation to make the payment.

VAT

The Circuit is not registered for VAT and all input VAT is charged with the expenses to which it refers.

MID DERBYSHIRE METHODIST CIRCUIT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings - 20% on cost

Tangible fixed assets are capitalised if they have a life exceeding one year and a cost of at least £1,000.

The freehold property is shown in the financial statements at 2015 deemed cost values. No depreciation is provided on the buildings as the trustees consider that the current residual fair value of the manse buildings is not less than its value as reflected in the financial statements.

The properties have been reviewed for impairment.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Investment properties are included at fair value at the balance sheet date and an informal professional value has been included for the year ended 31 August 2022. The trustees consider the values of the investment properties on an annual basis in the years where a professional valuation is not carried out.

Current asset investments

Financial investments are stated at a fair valuation at the balance sheet date and are revalued annually.

Gains and losses on disposal and revaluation of investments are charged to the Statement of Financial Activities (SOFA).

Debtors and creditors

Debtors and creditors are recognised at the invoiced amount after any discount offered. Prepayments and accruals are valued at the amount calculated.

Debtors are receivable within twelve months and include the September stipend paid in August.

Creditors include both sundry expenses and specifically the September assessments received in August.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

The charity has unrestricted funds and designated funds. All funds are used to benefit and promote its charitable objects.

Unrestricted funds are general funds that are available for use at the trustees' discretion in furtherance of any objectives of the charity.

Designated funds are unrestricted funds set aside at the discretion of the trustees for specific purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

MID DERBYSHIRE METHODIST CIRCUIT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

3. INVESTMENT INCOME

	2022	2021 as restated
	£	£
Rents received	78,700	90,895
Short term accounts	7,289	3,390
	<u>85,989</u>	<u>94,285</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2022	2021 as restated
		£	£
Assessments or share	Assessments on churches	285,652	299,664
Sale of closed churches	Worship centres	404,252	-
Refund of District levy	Worship centres	-	130,713
Received from closed churches	Worship centres	8,631	9,258
		<u>698,535</u>	<u>439,635</u>

5. OTHER INCOME

	2022	2021 as restated
	£	£
Church sales items and sundry	8,485	16

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Assessments on churches	441,841	3,160	445,001
Worship centres	89,700	1,580	91,280
	<u>531,541</u>	<u>4,740</u>	<u>536,281</u>

7. SUPPORT COSTS

	Governance costs £
Assessments on churches	3,160
Worship centres	1,580
	<u>4,740</u>

MID DERBYSHIRE METHODIST CIRCUIT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

8. OTHER

	2022	2021 as restated
	£	£
Other expenditure	15,637	11,432
Grants and donations	19,833	58,714
Contributions to District fund	33,438	42,880
	<u>68,908</u>	<u>113,026</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

Trustees during the year include clergy appointed to churches within the Circuit. Stipends and allowances are paid by the Methodist Church for the administration of their duties.

Remuneration and benefits paid to trustees during the year amounted to £178,114.

In addition, salaries of £42,113 were paid to Circuit employees, who are also trustees, for administration, accountancy and pastoral services throughout the year.

Trustees' expenses

Payments to trustees for the reimbursement of expenses, as agreed with the Circuit meeting, amounted to £11,239 (2021: £6,933) in respect of 6 (2021: 7) trustees.

Expense payments primarily relate to the reimbursement of travel and office costs.

10. STAFF COSTS

	2022	2021 as restated
	£	£
Wages and salaries	204,961	190,432
Social security costs	14,128	15,676
Other pension costs	33,779	40,709
	<u>252,868</u>	<u>246,817</u>

The 2022 gross charge includes removal costs of £12,424 and housing allowance of £4,700.

The average monthly number of employees during the year was as follows:

	2022	2021 as restated
Administration and pastoral salaries	5	5
Stipends	5	5
	<u>10</u>	<u>10</u>

No employees received emoluments in excess of £60,000.

The full time equivalent is 9 (2021: 8)

MID DERBYSHIRE METHODIST CIRCUIT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Circuit Model Trust Fund	Total funds as restated
	£	£	£
INCOME AND ENDOWMENTS FROM			
Charitable activities			
Assessments on churches	299,664	-	299,664
Worship centres	-	139,971	139,971
Investment income	91,064	3,221	94,285
Other income	16	-	16
Total	390,744	143,192	533,936
EXPENDITURE ON			
Charitable activities			
Assessments on churches	403,499	-	403,499
Worship centres	-	8,252	8,252
Other	11,432	101,594	113,026
Total	414,931	109,846	524,777
Net gains on investments	760,308	12,310	772,618
NET INCOME	736,121	45,656	781,777
RECONCILIATION OF FUNDS			
Total funds brought forward	2,647,596	683,219	3,330,815
TOTAL FUNDS CARRIED FORWARD	3,383,717	728,875	4,112,592

12. PRIOR YEAR ADJUSTMENT

During the year the trustees reviewed their freehold property fixed assets and re-classified certain properties to investment properties on the basis that they are separate assets and a commercial rent is received.

The reclassification of the freehold as investment properties has resulted in a prior year adjustment of £1,878,763 of which £1,118,455 relates to the asset value reflected in the 2021 financial statements and £760,308 which relates to the estimate of the revaluation up to 31 August 2021. It is considered impractical to further allocate the revaluation to years prior to 31 August 2021.

As a result, comparative figures for the years ended 31 August 2021 have been restated as follows:

2021	Net assets
	£
As previously reported	3,352,284
Freehold reclassified to investment property	(1,118,455)
Investment property reclassified from freehold	1,118,455
Revaluation	760,308
	4,112,592

MID DERBYSHIRE METHODIST CIRCUIT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

12. PRIOR YEAR ADJUSTMENT - continued

2021	Funds £
As previously reported	3,352,284
Revaluation reserve	760,308
	<u>4,112,592</u>

13. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 September 2021 and 31 August 2022	<u>1,339,270</u>	<u>20,703</u>	<u>1,359,973</u>
DEPRECIATION			
At 1 September 2021	-	9,595	9,595
Charge for year	-	4,140	4,140
At 31 August 2022	-	<u>13,735</u>	<u>13,735</u>
NET BOOK VALUE			
At 31 August 2022	<u>1,339,270</u>	<u>6,968</u>	<u>1,346,238</u>
At 31 August 2021	<u>1,339,270</u>	<u>11,108</u>	<u>1,350,378</u>

Freehold land and buildings were valued by the trustees in September 2015. Under transition to FRS 102 these values were adopted as deemed cost.

14. FIXED ASSET INVESTMENTS

There were no investment assets outside the UK.

15. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 September 2021	1,878,763
Revaluation	91,237
At 31 August 2022	<u>1,970,000</u>
NET BOOK VALUE	
At 31 August 2022	<u>1,970,000</u>
At 31 August 2021	<u>1,878,763</u>

Fair value at 31 August 2022 is represented by:

	£
Valuation in 2021	1,118,455
Valuation in 2022	851,545
	<u>1,970,000</u>

MID DERBYSHIRE METHODIST CIRCUIT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

15. INVESTMENT PROPERTY - continued

The investment properties were informally valued by a professional valuer as at 31 August 2022.

The historic cost of the properties is not known.

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021 as restated
	£	£
Other debtors	<u>47,931</u>	<u>20,198</u>

17. CURRENT ASSET INVESTMENTS

	2022	2021 as restated
	£	£
Other	<u>59,867</u>	<u>-</u>

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021 as restated
	£	£
Other creditors	<u>69,930</u>	<u>26,403</u>

19. MOVEMENT IN FUNDS

	At 1/9/21 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31/8/22 £
Unrestricted funds					
General fund	2,623,409	-	(77,147)	11,308	2,557,570
Circuit Model Trust Fund	728,875	-	259,178	(11,308)	976,745
Revaluation	-	760,308	91,237	-	851,545
	<u>3,352,284</u>	<u>760,308</u>	<u>273,268</u>	<u>-</u>	<u>4,385,860</u>
TOTAL FUNDS	<u>3,352,284</u>	<u>760,308</u>	<u>273,268</u>	<u>-</u>	<u>4,385,860</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	381,681	(458,828)	-	(77,147)
Circuit Model Trust Fund	411,328	(146,361)	(5,789)	259,178
Revaluation	-	-	91,237	91,237
	<u>793,009</u>	<u>(605,189)</u>	<u>85,448</u>	<u>273,268</u>
TOTAL FUNDS	<u>793,009</u>	<u>(605,189)</u>	<u>85,448</u>	<u>273,268</u>

MID DERBYSHIRE METHODIST CIRCUIT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

19. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/9/20 £	Net movement in funds £	At 31/8/21 £
Unrestricted funds			
General fund	2,647,596	(24,187)	2,623,409
Circuit Model Trust Fund	683,219	45,656	728,875
Revaluation	-	760,308	760,308
	<u>3,330,815</u>	<u>781,777</u>	<u>4,112,592</u>
TOTAL FUNDS	<u>3,330,815</u>	<u>781,777</u>	<u>4,112,592</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	390,744	(414,931)	-	(24,187)
Circuit Model Trust Fund	143,192	(109,846)	12,310	45,656
Revaluation	-	-	760,308	760,308
	<u>533,936</u>	<u>(524,777)</u>	<u>772,618</u>	<u>781,777</u>
TOTAL FUNDS	<u>533,936</u>	<u>(524,777)</u>	<u>772,618</u>	<u>781,777</u>

The Circuit Model Trust fund includes a balance of £532,673 (2021: £531,051) which is a designated fund for the purpose of Reserve Projects. This is unlikely to be utilised within the next twelve months.

The funds that support the Circuit Model trust Fund are held by the Trustees for Methodist Church Purposes (TMCP) in Trustees Interest Funds on which interest is credited on a monthly basis.

TMCP is the legal owner and Custodian Trustee of all Methodist Model Trust property, including accumulated funds. Trust property is held for and on behalf of local managing trustees who are responsible for the day to day management of trust property. TMCP ensure that, through providing guidance and acting under their direction, the managing trustees comply with charity law and methodist law and policy as determined by the Methodist Conference.

Transfers between funds

During the year a transfer of £11,308 was made from the Trustees for Methodist Church Purposes (TMCP) fund to the general fund. This relates to an adjustment to the opening balance as at 01.09.21 to reconcile the balances per the financial statements to the balances per TMCP's statements of account.

20. RELATED PARTY DISCLOSURES

Stipends and salaries paid to trustees in the year are detailed in note 9 of these financial statements.