



**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESISTICAL
PARISH OF ST PETER AND ST PAUL BATTERSEA**

Diocese of Southwark

Charity Registration no. 1140137

**Annual Report & Accounts
31 December 2023**

Tandem Accounting
Chartered Accountants
17 Heathville Road
London N19 3AL

THE PARISH OF ST PETER AND ST PAUL BATTERSEA

Report and Financial Statements 2023

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THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Legal and Administrative Information For the year ended 31 December 2023

Charity Name	The Parochial Church Council of the Ecclesiastical Parish of St Peter and St Paul, Battersea	
Principal Address	23 Plough Road, London SW11 2DE	
Charity Registration	1140137. The Parochial Church Council (PCC) was registered with the Charity Commission on 1 February 2011	
Governing Document	Parochial Church Council Powers Measure (1956) as amended and Church Representation Rules	
Objectives	St Peter & St Paul's PCC has the responsibility of cooperating with the Incumbent of St Peter's in promoting in the ecclesiastical parish the whole mission of the church, pastoral, evangelistic, social and ecumenical. It also has maintenance responsibilities for the St Peter's Centre on Winstanley Road.	
Members of the PCC	PCC members who served during 2023 or were serving at the date this report was approved were:	
Clergy	Rev'd Ian Luke-Macauley Interim Minister until April 2023 Vicar from May 2023	
Wardens	Dr Ken Checinski Ms Funmi Kola-Okeowo (Dr Wendy Maull from April 2024)	
Deanery Synod Representative	Mr Peter Wolstenholme	
Elected or Co-opted Members	<div> Mrs Violet Simpson (until April 2023) Mrs Ade Osunde (until April 2023) Mrs Daphne Curate Dr Wendy Maull Ms Smedah Gondwe (from April 2023) Ms Helen Oakley (from April 2023) </div> <div> Mrs Verah Gondwe Mr Ashwini Alexander Ms Alba Lajaz Mr Pino Amartiefo Ms Joseline Tinka (from April 2023) Ms Francesca Bascoe (from April 2024) </div>	
Key Management Personnel	Those in charge of planning, directing, controlling, running and operating the Charity, including those members of staff who are the senior management personnel to whom the PCC has delegated significant authority or responsibility in the day-to-day running of the charity, are the Vicar, members of the Standing Committee and the Operations Manager.	
Bankers	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill, West Malling Kent ME19 4JQ	
Independent Examiner	John Helm ACA Tandem Accounting 17 Heathville Road London N19 3AL	

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Report of the Parochial Church Council For the year ended 31 December 2023

The Parochial Church Council of the Parish of St Peter and St Paul Battersea ("PCC") submits its report and the financial statements of the PCC for the year ended 31 December 2023. The financial statements have been prepared in the format prescribed by the Statement of Recommended Practice: Accounting and Reporting by Charities (SORP2019 (FRS102)) and the Financial Reporting Standard 102. The legal and administrative information set out earlier in this document forms part of this report.

1. Structure, Governance & Management

1.1 Trustees

The PCC meets approximately 8 times per annum to discuss a full range of matters, both operational and strategic, relating to finance, fabric, general administration and the mission/ministries of the church. The PCC also has responsibility for keeping of the Electoral Roll. Members of the PCC are either *ex officio* or elected by the Annual Parish Meetings (APM) in accordance with the Church Representation Rules.

The method of appointment of PCC members is set out in the Church Representation rules. All church attendees are encouraged to register on the Electoral Roll and to stand for election to the PCC.

1.2 Church Members

The Electoral Roll revised in preparation for the 2024 Annual Parochial Church Meeting (APCM) in April 2024 comprised 55 members.

1.4 Risk Management

The PCC's primary concern and objective is the glory of God. Whilst it is the PCC's policy to trust wholly in the Lord that He will work out His purpose to this end, the PCC also acknowledges that it has a responsibility, both as individual members and as a body of members, for the identification and proper management of risks faced by the church in achieving its primary aim. The PCC has therefore assessed the major risks to which the church is exposed, in particular those relating to the specific operational areas of the charity, its investments and its finances. The PCC believes that, by monitoring income, expenditure and reserve levels, by ensuring that controls exist over key financial systems, and by examining the operational risks faced by the PCC, it has established effective systems and procedures to mitigate those risks.

2. Activities & Strategies

In preparing this Report, the PCC has complied with the duty in section 4 of the Charities Act 2006 to have due regard to public benefit guidance published by the Charity Commission and have sought to demonstrate that the PCC provides identifiable benefits which relate directly to its aims and which outweigh any potential detriment or harm. Further, the benefits are publicly available to all and are not in any way restricted to those able to pay. Any private benefits to members of the PCC are incidental.

To this end the PCC organises the following activities in order to enable ordinary people to live out their faith as part of our parish community:

- Sunday morning services
- Weekly community groups
- Weekly youth programs for 11-18 years old
- Weekly children's ministry for 3-11 years old
- Weekly ladies fellowships (Life & Living Life)
- Weekly night shelter (with Glass Door)
- Weekly online prayer meetings
- Baptisms, Confirmations, Funerals, Banns, Services of Thanksgiving and Dedication

3. Review of the Year

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Report of the Parochial Church Council For the year ended 31 December 2023

“God is working his purpose out as year succeeds each year...”

Since our last APCM on 14th May 2023, we have had a very full year and the Lord has continued to be good to us.

The Vicar's year in review:

In May 2023 – The PCC reinstated the use of various sub-committees to assist the smooth running of the PCC, everyone was encouraged to be involved in at least one of the sub-committees and this is still in operation.

June – August 2023 – Were months of change as we prepared to say farewell to Charlie and her family as she left in August to start training as an Ordinand. But first her last big ministry was organising and leading a group of children and families to Focus '23 in July.

In August, we sent Charlie and her girls off with our blessing for all that they had given to this Church.

The Lord was gracious to us in helping us to fill the big shoes that Charlie had left behind as we were able to appoint Emma at the end of August to the vacant role of Families and Communities Pastor.

Meanwhile I was leading the PCC and the rest of the Church in our Mission Action Plan (MAP) a simple plan with specific objectives to help us use our resources effectively, focusing on our key priorities). Various consultation processes were used to hear from Church members and some parts of the community.

We also thought it prudent to manage our resources and have a much needed rest during August which meant we did not run the usual summer kids club (which we expect to run this year, God willing).

September – October – We returned from our short summer break with vision and passion which helped greatly in getting closer to completing the first draft of the MAP, which the PCC continued to discuss and refine.

But we did not wait for the MAP to get off the ground as partnership with the Royal Dance Academy was being worked on with some indications of projects (like a Christmas Community Event) that we can be involved in.

Another idea that was emerging was the introduction of a Toddler's Group (later named Little Life) as a mid-week activity, aimed at making better use of our building during the week.

In response to the youth's request for more activity aimed at their level and interests, we also started a Friday Youth club, meeting monthly, specifically for youths in our church and the community and it is really encouraging to see them bring their friends to the Youth Club.

These months also initiated plans for our forth-coming quinquennial inspection as each Church has to go through a full inspection, once every 5 years. Our Church building was 'of age' in this respect, that is, being just over 5 years, we were approaching our first inspection.

Raheel was asked to lead this given his role as Facilities Manager and to work in consultation with the Fabrics Committee (one of the afore-mentioned sub-committees of the PCC).

November – December – We firmed up the MAP and then confirmed that Little Life will commence in January 2024.

Partnership with the RAD, saw us being involved in planning and participating in the Christmas Community Choir, which featured our now famous, SPB Community Choir led by Selene and Irene.

We were also engaged in various other community events like carol singing in a local residential home, a Christingles service for some children from Arc John Archer Primary School along with our usual distribution of the Christmas love bags which helped to share the love and joys of the glorious festive season.

All that was wonderfully underpinned by the various services that we had through December culminating in our first New Year's Eve service with Holy Communion, attended by about 70 people, a very fitting way to close the old year and to welcome and dedicate the new year, to the Lord.

January 2024 – New beginnings was marked with the launch of Little Life (which averages 16) parents and toddlers a few of whom have since joined the Church.

We also saw the completion of the quinquennial report which thankfully does not highlight any major works though there's quite a long list of recommended works. Furthermore Warm Hubs (twice a week) provided space during the week for anyone to drop in for a few hours for soup, chat or just relax.

Talking of new beginnings, we also launched our new Sunday service rota which thanks to the generous offering of themselves, members volunteered to serve in various ministries. This is an encouraging manifestation of the diversity of gifts in the body of Christ and each member being encouraged to be involved.

February – March 2024 – focused on planning for events and services leading to Easter. This included a Lent course, Passover Event, A Good Friday service which culminated with our double Easter celebration with Sunrise Communion and our family service later at 10.30am.

Thus far, God has been good to us so we look forward to the 'new year' with great anticipation and with renewed vigour to continue to serve Him as we are equipped and able to do so.

Shalom. Ian

Rev'd Ian Luke-Macauley

Vicar, St Peter's Battersea & Area Dean of Battersea

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Report of the Parochial Church Council For the year ended 31 December 2023

4. Financial Review

4.1 Financial Activity and Financial Position

This year returned a net operating deficit of £79,661 (2022: deficit of £9,451).

In terms of the overall financial position, the balance sheet shows total net assets of £3,157k (2022: £3,237k). Of these funds, £815k (2022: £819k) are restricted, which mainly comprises the St Peter's Centre and funds held in the Helping Hand Fund.

4.2 Reserves Policy

The PCC has examined the requirements for free reserves, i.e., those unrestricted funds not invested in tangible fixed assets. The PCC considers that, given the nature of the church's work, free reserves should be equivalent to approximately 6 months' routine general fund expenditure, plus committed future expenditure on other projects, where funds permit. The PCC is of the opinion that this provides sufficient flexibility to cover temporary shortfalls in income and will allow the church to cope and respond to unforeseen emergencies whilst specific action plans are implemented. At 31 December 2023 the church had net free reserves of £317,461 (2022: £393,206) as follows:

	2023 £	2022 £
Total reserves	3,157,742	3,237,403
Less: restricted funds	(815,410)	(818,611)
Less: tangible fixed assets	(129)	(586)
Less: fixed asset investments	(2,025,000)	(2,025,000)
Free reserves	317,461	393,206
Free reserves requirement:		
6 month's budgeted routine expenditure	150,000	150,000

4.3 Pay Policy

The PCC policy is to schedule an annual review of staff pay. Salaried members of the PCC are excluded from the review in order to avoid any conflicts of interest. It is our expectation that we will continue to benchmark staff benefits against staff performing similar roles in similar churches/charities and will take into consideration inflation and the finances of the church at the time.

4.4 Investment Policy

The church currently places spare funds on bank deposit.

4.5 Grants Policy

The PCC makes annual grants, equivalent to 5% of its unrestricted income (which includes gift aid claimed back and rental/investment income), to support missionary endeavours both in the UK and abroad. The missionary societies regularly supported include International Justice Mission, Regenerate, Battersea Welcomes Refugees, GlassDoor and Open Doors. In addition, the PCC makes anonymous gifts, at the discretion of the leadership, to those in need within the church fellowship.

5. Plans for Future Periods

The PCC are currently looking to recruit a replacement Facilities Coordinator to overlook the maintenance of the church building, flats and St Peter's Centre.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Report of the Parochial Church Council For the year ended 31 December 2023

6. Going Concern Consideration

Each year it's the PCC's responsibility to state whether or not the annual accounts have been drawn up on a going concern basis (see the accounting policy notes page 11). Going concern is the assumption that an entity in this case the PCC, has the resources (financial or otherwise) needed to continue operating for the foreseeable future and, in particular, for at least 12 months from the date of approval by the PCC of these annual accounts. If the going concern principle did not apply then the accounts would be drawn up on an insolvent basis.

The PCC notes that for the year ended 31st December 2023 total income is in deficit of approximately £80k compared with total expenditure and the impact this has on the reserves brought forward from the previous years. The finance committee which looks into the financial matters of the church on behalf of the PCC, has identified the significantly higher energy and St Peters' Centre running costs compared to last year as the primary reasons for the expenditure to exceed the income in 2023.

The root causes of these increases will be thoroughly investigated and measures will be taken, as feasible, to arrest the rising costs. Also, various avenues like rental income, lettings income, donations etc. will be explored to sustainably increase the revenues.

Nonetheless, whilst there are pressures on the finances, the PCC has concluded that it is appropriate to prepare the 2023 Accounts on a going-concern basis.

7. Responsibilities of the Parochial Church Council for the Financial Statements

The PCC is responsible for preparing the report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. Charity law in England and Wales requires the PCC to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the PCC and of the income and application of income of the charity for that period.

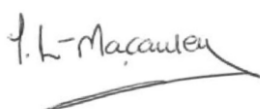
In preparing those financial statements, the PCC is required to:

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

The PCC is responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enables 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 governing document. The PCC is 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 PCC is responsible for the maintenance and integrity of the charity and financial information included in the charity's website.

8. Approval

The report of the PCC was approved by the PCC on 27th October 2024 and signed on its behalf by:



Revd Ian Luke-Macauley
Vicar & Chairman

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Report of the Independent Examiner to the Parochial Church Council of The Parish of St Peters Battersea

I report on the accounts of the Parochial Church Council of St Peter and St Paul Battersea for the year ended 31 December 2023, which are set out on pages 8 to 19.

Respective responsibilities of PCC and examiner

The PCC are responsible for the preparation of the accounts. The PCC consider that an audit is not required for this year (under section 144(2) of the Charities Act 2011 ("the 2011 Act")) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts (under section 145 of the 2011 Act);
- to follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of independent examiners' report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiners' statement

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

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

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



John Helm ACA

XXXX 2024

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Statement of Financial Activities For the year ended 31 December 2023

	Note	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total 2023 £	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £
Income from:	2						
Donations and legacies		28,402	6,560	34,962	27,484	15,000	42,484
Charitable activities		379	-	379	1,336	-	1,336
Other trading activities		32,426	-	32,426	29,094	-	29,094
Investments		166,998	8	167,006	164,382	2	164,384
Other		-	-	-	426	-	426
Total Income		228,205	6,568	234,773	222,722	15,002	237,724
Expenditure on:							
Raising funds	3	24,538	7,014	31,552	13,852	7,014	20,866
Charitable activities	4	280,127	2,755	282,882	220,075	6,234	226,309
Total expenditure		304,665	9,769	314,434	233,927	13,248	247,175
Net gains/(losses) on investments		-	-	-	-	-	-
Net (expenditure)/income	5	(76,460)	(3,201)	(79,661)	(11,205)	1,754	(9,451)
Transfers between funds		-	-	-	-	-	-
Other recognised gains and losses		-	-	-	-	-	-
Net movement in funds		(76,460)	(3,201)	(79,661)	(11,205)	1,754	(9,451)
508 Total funds brought forward		2,418,792	818,611	3,237,403	2,429,997	816,857	3,246,854
Total funds carried forward		2,342,332	815,410	3,157,742	2,418,792	818,611	3,237,403

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Balance Sheet For the year ended 31 December 2023

	Note	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total 2023 £	Total 2022 £
Fixed Assets					
Tangible Assets	6	129	-	129	586
Investments	7	2,025,000	785,561	2,810,561	2,817,575
		2,025,129	785,561	2,810,690	2,818,161
Current Assets					
Debtors	8	15,784	-	15,784	27,835
Cash At Bank And In Hand		316,473	29,849	346,322	435,564
		332,257	29,849	362,106	463,399
Creditors - Amounts Falling Due Within One Year	9	15,054	-	15,054	44,157
Net Current Assets		317,203	29,849	347,052	419,242
Net Assets		2,342,332	815,410	3,157,742	3,237,403
Represented By:					
Restricted Funds	10	-	815,410	815,410	818,611
Unrestricted Income Funds		2,342,332	-	2,342,332	2,418,792
Total Funds		2,342,332	815,410	3,157,742	3,237,403

The financial statements were approved by the PCC on xx 27th October 2024 and signed on its behalf by:



Ashwini Alexander
Treasurer

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Statement of Cash Flows
For the year ended 31 December 2023

	Note	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total 2023 £	Total 2022 £
Net cash flows from operating activities	11	(260,053)	3,805	(256,248)	(186,335)
Cash flows from investing activities:					
Dividends, interest and rents from investments		166,998	8	167,006	164,384
Net cash used in investing activities		166,998	8	167,006	164,384
Change in cash and cash equivalents in the reporting period		(93,055)	3,813	(89,242)	(21,951)
Cash and cash equivalents brought forward		409,528	26,036	435,564	457,515
Cash and cash equivalents carried forward		316,473	29,849	346,322	435,564

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Notes to the Financial Statements For the year ended 31 December 2023

I. Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Basis of accounting

The financial statements have been prepared under the Charities Act 2011 and in accordance with the Charities Statement of Recommended Practice (Charities SORP (FRS 102)) and Financial Reporting Standard 102 (FRS 102). The financial statements are drawn up on the historical cost basis of accounting except for the revaluation of investment land and buildings which are shown at market value.

The financial statements include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups that owe an affiliation to another body or those that are informal gatherings of church members.

The PCC meets the definition of a public benefit entity under FRS 102.

Going Concern

There are no material uncertainties about the charity's ability to continue as a going concern and accordingly the accounts have been drawn up on a going concern basis.

Income recognition

Voluntary income and donations (including legacies) are accounted for once the PCC has entitlement to the income, it is probable the income will be received and the amount of income receivable can be reliably measured. Income from the recovery of tax on gift aided donations is accounted for in the period to which the relevant donation is received. Grant income is recognised on a receivable basis.

The income from trading activities includes rental income from the letting of church premises and leasehold land and buildings which is accounted for when earned. It is shown gross, with the associated costs included in fundraising costs.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Expenditure recognition

Expenditure is accrued as soon as a liability is considered probable, and the amount of obligation can be measured reliably. Longer term liabilities are discounted to present value. The PCC is not registered for VAT and accordingly expenditure includes VAT where appropriate.

Expenditure included in Raising Funds includes amounts incurred in obtaining grants and other donations and property maintenance costs.

Charitable expenditure includes those costs in fulfilling the PCC's principal objects, as outlined in the Report of the PCC. These include grants payable, governance costs and support costs.

- Grants payable are payments made to third parties in furtherance of the PCC's objects. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the PCC.
- Governance costs comprise all costs involving the public accountability of the PCC and its compliance with regulation and good practice. These costs include costs related to the independent audit/examination and legal fees.

The PCC contributes to certain employees' personal pension plans. These are defined contribution schemes, the assets of which are held separately from those of the charity. The cost in the accounts is the amount of contributions paid and payable during the year.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Notes to the Financial Statements For the year ended 31 December 2023

I. Accounting Policies (continued)

Rentals under operating leases are charged as incurred over the term of the lease.

Tangible Fixed Assets

Consecrated Property and Moveable Church Furnishings

Consecrated land and benefice property such as the church building and vicarage is excluded the accounts in accordance with s10 of the Charities Act 2011. Moveable church contents are held by the vicar and churchwardens on special trust for the PCC and require a faculty for disposal are accounted as inalienable property unless consecrated. All expenditure incurred on consecrated or benefice buildings and moveable church furnishings, whether maintenance or improvement, is expensed within the Statement of Financial Activities.

Other Fixtures, Fittings & Office Equipment

The cost of other furniture, fittings and equipment, less any expected residual value, is depreciated on a straight-line basis over the effective useful life of the asset, which has been estimated as 4 years.

Fixed Asset Investments

The church's investments are represented by:

- the cost of the building works to the St Peters Centre at Winstanley Road, Battersea, London (phase I of the building project). The cost of investment is being amortised over the remaining 124 year period of the lease.
- the market value of the three residential leasehold flats.

Debtors

Debtors are included at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

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

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation arising 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 recognised at their settlement amount.

Fund accounting

The funds held by the charity are either:

- Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the PCC.
- Restricted funds - these are funds that can only be used by the PCC for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Notes to the Financial Statements For the year ended 31 December 2023

2. Income

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total 2023 £	Total 2022 £
Donations & legacies				
Offerings – planned giving & one-off gifts	20,549	-	20,549	19,000
Offerings – collections	5,987	-	5,987	4,173
Income tax reclaimed	966	-	966	2,658
Grants	900	6,560	7,460	16,653
	28,402	6,560	34,962	42,484
Charitable activities				
Fee income (net)	262	-	262	546
Weekend away/outings/outreach events	117	-	117	790
	379	0	379	1,336
Other trading income				
Lettings income	32,426	-	32,426	29,094
Investments				
Rental income	165,354	-	165,354	163,829
Bank Interest	1,644	8	1,652	555
	166,998	8	167,006	164,384
Other				
Phase 2 building project: other receipts	-	-	-	426
	0	0	0	426
	228,205	6,568	234,773	237,724

3. Expenditure on Raising Funds

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total 2023 £	Total 2022 £
Amortisation of investment in St Peter's Centre	-	7,014	7,014	7,014
St Peter's Centre running costs	-	-	-	1,869
Residential rental properties				
Furnishing/maintenance	1,476	-	1,476	-
Management fees	6,583	-	6,583	5,076
Service charge	13,591	-	13,591	4,982
Lettings caretaking fee	2,498	-	2,498	1,907
Donation platform	390	-	390	18
	24,538	7,014	31,552	20,866

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Notes to the Financial Statements For the year ended 31 December 2023

4. Expenditure on Charitable Activities

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total 2023 £	Total 2022 £
Provision of clergy				
Fairer Shares (Contribution to Southwark Diocese)	54,180	-	54,180	39,892
Clergy expenses and salaries	1,424	-	1,424	6,932
	55,604	0	55,604	46,824
Church Life & Outreach				
Staff costs	53,394	-	53,394	63,570
Advertising & communication	1,337	-	1,337	1,959
Children & youth work	1,510	-	1,510	4,007
Training & resources	434	-	434	582
Events & Evangelism	3,699	-	3,699	6,534
Other ministries	10,681	180	10,861	5,593
Community Life	7,725	2,575	10,300	-
Worship & upkeep of services	440	-	440	(65)
Gifts & Grants (see note 4b below)	11,022	-	11,022	10,321
	90,242	2,755	92,997	92,501
Provision of Building and Facilities				
Heat, light & water	45,187	-	45,187	18,731
Insurance	4,649	-	4,649	4,637
Security	4,234	-	4,234	-
Maintenance & cleaning	21,081	-	21,081	18,528
St Peters Centre running costs	27,931	-	27,931	18,396
Depreciation	457	-	457	588
Church Buildings & Equipment	1,129	-	1,129	-
	104,668	0	104,668	60,880
Operations & Ministry Support				
Staff costs	16,851	-	16,851	17,589
Printing, stationery & office supplies	1,239	-	1,239	1,380
Telephone & Broadband	1,496	-	1,496	1,506
IT costs	2,590	-	2,590	864
Accountancy & payroll	4,170	-	4,170	1,620
Other	725	-	725	1,435
	27,071	0	27,071	24,394
Governance				
Independent examination	2,460	-	2,460	1,500
PCC meeting expenses	82	-	82	210
	2,542	0	2,542	1,710
	280,127	2,755	282,882	226,309

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Notes to the Financial Statements For the year ended 31 December 2023

4. Expenditure – Charitable Activities (continued)

4a Staff Costs

In addition to the many volunteers who give their time to the church, there were 3 (2022: 4) employees whose costs are included within Expenditure on Charitable Activities above. The costs relating to their employment was as follows:

	Total 2023 £	Total 2022 £
Gross salaries	66,416	81,159
Employer National Insurance	6,846	7,335
Employment Allowance	(5,000)	(5,000)
Pension contributions	1,983	2,318
	70,245	85,812
Of which the aggregate compensation made to Key Management Personnel:	31,018	26,108

No employee (2022: nil) received emoluments in excess of £60,000 during the year.

4b Gifts & Grants

Gifts and grants included within Expenditure on Charitable Activities are as follows:

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total 2023 £	Total 2022 £
Gifts & grants to:				
Organisations	10,772	-	10,772	9,507
Individuals	250	-	250	814
	11,022	0	11,022	10,321

5. Net (Expenditure)/Income

This is stated after charging:

	2023 £	2022 £
Operating lease rentals	504	720
Depreciation	457	588
Independent examination fee	2,460	1,500
Other fees to independent examiner	1,164	1,410

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Notes to the Financial Statements For the year ended 31 December 2023

6. Tangible Fixed Assets

	Fixtures, fittings & equipment £
Cost	
At 1 January 2023	14,219
Additions	-
Disposals	-
	<hr/>
At 31 December 2023	14,219
	<hr/>
Depreciation	
At 1 January 2023	13,633
Charge for Year	457
Disposals	-
	<hr/>
At 31 December 2023	14,090
	<hr/>
Net Book Value	
At 31 December 2023	129
	<hr/>
At 31 December 2022	586
	<hr/>

All of the fixed assets are used for charitable purposes.

7. Fixed Asset Investments

	Residential Leasehold Properties £	St Peter's Centre £	Total £
At 1 January 2023	2,025,000	792,575	2,817,575
Additions	-	-	-
Amortisation of lease	-	(7,014)	(7,014)
Revaluation	-	-	-
	<hr/>	<hr/>	<hr/>
	2,025,000	785,561	2,810,561
	<hr/>	<hr/>	<hr/>

Residential Leasehold Properties. In 2017 the church took delivery of 3 residential properties each with a 250-year lease as follows:

	Valuation £
2 bedroom flat, Parkside, 44 Fowler Close, Battersea SW11 2ES	650,000
2 bedroom flat, Parkside, 44 Fowler Close, Battersea SW11 2ES	650,000
3 bedroom flat, Parkside, 21 Plough Road, Battersea SW11 2DE	725,000
	<hr/>
	2,025,000
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THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Notes to the Financial Statements For the year ended 31 December 2023

7. Fixed Asset Investments (continued)

St Peter's Centre. The church's investment in the St Peter's Centre represents the cost of the building works to the St Peters Centre at Winstanley Road, Battersea, London (phase I of the building project), less amortisation in line with the terms of the lease. In 2012 the church agreed a lease with the London & Quadrant Housing Association for the period of 128 years and 5 months from 1 November 2006 to 27 May 2135 at a peppercorn rent. The cost of investment is being amortised over a period 124 years from 2012.

8. Debtors

	2023 £	2022 £
Prepayments	5,302	8,759
Income tax recoverable	1,873	12,489
Accrued income	2,710	-
Other debtors	5,899	6,587
	15,784	27,835

9. Creditors - Amounts Falling Due Within One Year

	2023 £	2022 £
Accruals		
Independent examination	1,920	1,500
Fairer shares	-	36,387
Other creditors including taxation and social security	13,134	6,270
	15,054	44,157

10. Restricted Funds

10a Current year

	At 1 January 2023 £	Income £	Expenditure £	Transfers £	Gains/ (losses) £	At 31 December 2023 £
Phase I Building Fund	792,575	-	(7,014)	-	-	785,561
Helping Hand	3,799	8	(180)	-	-	3,627
St Peter's Centre Maintenance	6,124	-	-	-	-	6,124
Exercise Class	57	-	-	-	-	57
Community Art Project	2,773	-	-	-	-	2,773
Love Your Neighbour	0	0	0	-	-	0
Big Alliance	13,283	5,000	(2,575)	-	-	15,708
WBC Warm Hub	0	1,560	-	-	-	1,560
	818,611	6,568	(9,769)	0	0	815,410

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Notes to the Financial Statements For the year ended 31 December 2023

10. Restricted Funds (continued)

10b Prior year	At 1 January 2022 £	Income £	Expenditure £	Transfers £	Gains/ (losses) £	At 31 December 2022 £
Phase I Building Fund	799,589	-	(7,014)	-	-	792,575
Helping Hand	4,197	2	(400)	-	-	3,799
St Peter's Centre Maintenance	8,236	-	(2,112)	-	-	6,124
Exercise Class	57	-	-	-	-	57
Community Art Project	2,773	-	-	-	-	2,773
Big Alliance	2,005	15,000	(3,722)	-	-	13,283
	816,857	15,002	(13,248)	0	0	818,611

Descriptions of the main restricted funds are as follows:

Phase I Building Fund - represents the investment in, and monies held for, the cost of the construction of the St Peter's Centre.

Helping Hand Fund - represents funds held for support of the Battersea Poor. The transfer recognises the use of these funds for weekend away bursaries.

St Peter's Centre Maintenance - represents funds held for the upkeep and maintenance of St Peter's Centre.

Exercise Class - represents funds held for the running of exercise classes for the local community.

Community Art Project - represents funds received to help connect the community with the new building.

Big Alliance - represents funds received towards being an active partner of the Battersea Alliance and running community projects and programs especially with children and youth.

11. Reconciliation of net expenditure to net cash flow from operating activities

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total 2023 £	Total 2022 £
Net expenditure for the year (as per the statement of financial activities)	(76,460)	(3,201)	(79,661)	(9,451)
Adjustments for:				
Depreciation charges	457	-	457	588
Amortisation charges	-	7,014	7,014	7,014
Investment income	(166,998)	(8)	(167,006)	(164,384)
(Increase)/decrease in debtors	12,051	-	12,051	(16,884)
Increase/(decrease) in creditors	(29,103)	-	(29,103)	(3,218)
Net cash provided by operating activities	(260,053)	3,805	(256,248)	(186,335)

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST PETER AND ST PAUL BATTERSEA

Notes to the Financial Statements For the year ended 31 December 2023

12. Operating Lease Commitments

The total future minimum lease payments under non-cancellable operating leases are payable:

	2023 £	2022 £
Not later than one year	-	672
Later than one year and not later than five years	-	336
	<u>0</u>	<u>1,008</u>

13. Related Party Transactions

The members of the PCC gave a total of £8,438 (2022: £13,530) in unrestricted offerings and donations during the year.