

# **MARGAM MINISTRY AREA**

## **REPORT AND FINANCIAL STATEMENTS**

**YEAR ENDED 31 DECEMBER 2022**

# **MARGAM MINISTRY AREA**

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# MARGAM MINISTRY AREA

## REPORT OF THE TRUSTEES

The Trustees present their report along with the financial statements of the charity for the year ended 31st December 2022. The financial statements have been prepared in accordance with 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 01 January 2019).

### STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

select suitable accounting policies and then apply them consistently;

make judgements and estimates that are reasonable and prudent;

state whether applicable accounting standards have been followed, subject to any material departures disclosed and explain in the financial statements;

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011 and The Charity (Accounts and Reports) Regulations 2008. The Trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the Trustees and signed on the Trustees' behalf:

  
Wendy Xerri - Chair

Date \_\_\_\_\_

# MARGAM MINISTRY AREA

## INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES

### FOR THE YEAR ENDED 31ST DECEMBER 2022

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31st December 2022, which are set out on pages 3 to 10

#### RESPONSIBILITIES AND BASIS OF REPORT

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

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

#### INDEPENDENT EXAMINER'S STATEMENT

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

- 1 accounting records were not kept in respect of the charity 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 to enable a proper understanding of the accounts to be reached.

  
Katherine R. Angell ACCA

Date 08/02/2024

# MARGAM MINISTRY AREA

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31ST DECEMBER 2022

	Note	Unrestricted Funds		Restricted Funds	TOTAL 2022	TOTAL 2021
		General £	Designated £	£	£	£
<b>Incoming Resources</b>						
Voluntary Income	2	258,695	-	101,742	360,436	271,617
General Income	3	150,020	-	-	150,020	52,553
Investment Income	4	56,838	(3,951)	(49,120)	3,767	84,069
Total Incoming Resources		465,552	(3,951)	52,622	514,224	408,239
<b>Resources Expended</b>						
Costs of generating funds:						
Costs of generating voluntary income		28,023	-	-	28,023	-
Charitable activities	5	407,793	-	62,734	470,527	320,029
Total Resources Expended		435,816	-	62,734	498,550	320,029
<b>Net Incoming/(Outgoing) Resources Before Transfers</b>		29,736	(3,951)	(10,112)	15,673	88,210
Transfers between funds	11	(20,000)	-	20,000	-	-
<b>Net Incoming/(Outgoing) Resources Before Other Recognised Gains &amp; Losses</b>		9,736	(3,951)	9,888	15,673	88,210
Other Recognised Gains & Losses					-	-
<b>Net Movement in Funds</b>		9,736	(3,951)	9,888	15,673	88,210
<b>Reconciliation of Funds</b>						
Total funds brought forward		209,772	231,409	830,715	1,271,897	1,183,687
<b>Total Funds Carried Forward</b>		<b>219,509</b>	<b>227,459</b>	<b>840,603</b>	<b>1,287,571</b>	<b>1,271,897</b>

The Statement of Financial Activities includes all gains and losses in the year.  
All of the above amounts relate to continuing activities.

# MARGAM MINISTRY AREA

## BALANCE SHEET AS AT 31ST DECEMBER 2022

	Note	2022 £	2021 £
<b>Fixed Assets</b>			
Tangible assets	7	120,000	120,000
Investments	8	589,872	574,319
		<u>709,872</u>	<u>694,319</u>
<b>Current Assets</b>			
Debtors		8,000	2,092
Cash at Bank		587,699	575,486
		<u>595,699</u>	<u>577,578</u>
<b>Current Liabilities</b>			
Creditors		<u>18,000</u>	<u>-</u>
<b>Net Current Assets</b>		577,699	577,578
<b>Total Assets Less Current Liabilities</b>		<u>1,287,571</u>	<u>1,271,897</u>
<b>Funds</b>			
General	9	219,509	209,772
Designated	9	227,459	231,409
Restricted	9	840,603	830,715
		<u>1,287,571</u>	<u>1,271,897</u>

These financial statements were approved by the Ministry Area Council and authorised for issue on  
and were signed on its behalf by:

  
Wendy Xerri - Chair

# MARGAM MINISTRY AREA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

### 1) Accounting Policies

The financial statements have been prepared under the historical cost convention and with applicable accounting standards. preparing the financial statements the charity follows best practice in accordance with 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 01 January 2019.

#### Restricted Funds

These can only be used for the purposes for which the funds were given. The Ministry Area has several such funds, details of which are set out in note 9 of the accounts.

#### Designated Funds

The Trustees can designate some of the unrestricted funds for a particular purpose. These funds remain part of the unrestricted funds. The Ministry Area has several such designated funds, the details of which are set out in note 9 of the accounts.

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general activities of the charity.

#### Resources Expended

A contribution to the Church in Wales is paid regularly and is included in the financial statements for the year to which it relates.

Resources expended are recognised in the period to which they are incurred and include attributable VAT. VAT paid for repairs and maintenance may be recovered through The Listed Places of Worship Grant Scheme where applicable, no other VAT can be recovered. Resources expended are allocated to the particular activity to which they relate.

Governance costs represent direct expenditure on the governance of the church, including production and audit of the financial statements.

As most of the management and activity of the church is carried out by volunteers, this intangible cost is not included in the financial statements as this voluntary contribution to the life of the church is incalculable.

#### Fixed Assets

All fixed assets are recorded at cost.

#### Incoming Resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be qualified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- i) All voluntary giving is included in the financial statements for the period in which it is received.
- ii) Donations under Gift Aid plus the associated tax recovery are recognised as income when the donation is received.
- iii) Legacies are accounted for as and when their receipt is certain and can be properly quantified.

## MARGAM MINISTRY AREA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

#### 1) Accounting Policies (continued)

##### Investments

Realised gains and losses on investments are calculated as the difference between the sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the year of disposal.

Unrealised gains and losses represent the movement in the market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

##### Taxation

As part of the Church in Wales, the church is an excepted charity within the meaning of the Taxes Acts. Accordingly it is potentially exempt from taxation in respect of income and capital gains received to the extent that such income or gains are applied to exclusively charitable purposes. No provision for taxation has been made in these financial statements.

#### 2) Voluntary Income

	Unrestricted Funds		Restricted Funds	Total Funds 2022	Total Funds 2021
	General £	Designated £	£	£	£
<b>Donations</b>					
Planned giving	101,055	-	1,690	102,745	105,452
Loose collections	22,958	-	-	22,958	18,792
Charitable giving	2,969	-	2,918	5,886	1,829
Wedding, Baptism & Funeral fees	18,495	-	-	18,495	17,450
Trecco Bay Church Funding	-	-	-	-	-
Grant Funding	59,742	-	9,719	69,461	91,928
Other Donations	22,438	-	87,415	109,853	13,167
Tax refunds	31,038	-	-	31,038	23,000
	<b>258,695</b>	<b>-</b>	<b>101,742</b>	<b>360,436</b>	<b>271,617</b>



## MARGAM MINISTRY AREA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

#### 3) Incoming Resources from Activities for Generating Funds

	Unrestricted Funds		Restricted Funds	Total Funds 2022	Total Funds 2021
	General	Designated			
	£	£	£	£	£
St John's Church, Porthcawl	9,665	-	-	9,665	230
St David's Church, Porthcawl	401	-	-	401	-
All Saints Church, Porthcawl	100	-	-	100	1,428
St Theodore Church, Kenfig Hill	3,682	-	-	3,682	338
Pyle & Kenfig Churches	7,805	-	-	7,805	2,907
St Mary, Margam Abbey	3,950	-	-	3,950	-
St John Schoolroom, Porthcawl	2,294	-	-	2,294	535
All Saints' Hall, Porthcawl	7,484	-	-	7,484	3,678
St David's Hall, Porthcawl	10,710	-	-	10,710	10,079
Pyle & Kenfig Church Halls	2,335	-	-	2,335	368
St Mary's Church Hall, Margam Abbey	790	-	-	790	-
Kenfig Hill Community Shop	23,941	-	-	23,941	28,904
200 Club, Porthcawl	1,818	-	-	1,818	(500)
100 Club, Pyle & Kenfig	1,593	-	-	1,593	1,704
Porthcawl Magazine	1,380	-	-	1,380	1,069
Other money raising activities	72,074	-	-	72,074	1,814
	<b>150,020</b>	<b>-</b>	<b>-</b>	<b>150,020</b>	<b>52,553</b>

#### 4) Investment Income

	Unrestricted Funds		Restricted Funds	Total Funds 2022	Total Funds 2021
	General	Designated			
	£	£	£	£	£
Rental income	12,025	-	-	12,025	19,573
Bank interest receivable	2,126	71	1,306	3,503	1,912
Insurance claims	42,686	-	-	42,686	-
Sale of assets	-	-	-	-	-
Investment income	-	-	10,066	10,066	(17,764)
Profit on disposal of fund units	-	-	24,960	24,960	-
(Decrease)/increase in market value of investments	-	(4,022)	(85,451)	(89,473)	80,349
	<b>56,838</b>	<b>(3,951)</b>	<b>(49,120)</b>	<b>3,767</b>	<b>84,069</b>

#### 5) Costs of Charitable Activities by Fund Type

	Unrestricted Funds		Restricted Funds	Total Funds 2022	Total Funds 2021
	General	Designated			
	£	£	£	£	£
Ministry - Quota	193,014	-	-	193,014	149,799
Ministry - Quota refunds	(7,337)	-	-	(7,337)	(28,046)
Ministry - Other	-	-	-	-	900
Clergy expenses	12,816	-	-	12,816	12,316
Cost of church activities (Note 12)	198,744	-	59,831	258,575	183,006
Charitable giving	10,555	-	2,904	13,459	2,054
	<b>407,793</b>	<b>-</b>	<b>62,734</b>	<b>470,527</b>	<b>320,029</b>

#### 6) Staff Costs and Emoluments Particulars of Employees

No salaries or wages have been paid to employees, including the MAC, during the year.

## MARGAM MINISTRY AREA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

#### 7) Tangible Fixed Assets

	Land & Buildings £	Total £
<b>Cost</b>		
At 01 January 2022	120,000	120,000
Additions	-	-
Disposals	-	-
At 31 December 2022	120,000	120,000
<b>Net Book Value</b>		
At 31 December 2022	120,000	120,000

Land & Buildings represent the cost of clergy properties at Meadow Lane and West End Avenue, Porthcawl.

#### 8) Investments

##### The Representative Body of the Church in Wales Common Investment Fund Dr Ethel Grace Davies Deceased Bequest

	2022 £	2021 £
Market value at 01 January 2022	574,269	511,684
Investment income	9,323	8,649
Cost of investment	-	(26,413)
Profit on disposal of fund units	24,960	-
Paid to parish funds	-	-
(Decrease)/increase in market value of fund units	(85,430)	80,349
<b>Market value at 31 December 2022</b>	<b>523,122</b>	<b>574,269</b>

Investments are made on behalf of the parish in the Common Investment Fund and are stated at the middle market value of £2.0956 per unit at 31 December 2022 (31 December 2021: £2.3413). Included in the investment total is £36,926 (2021: £2,643) held in cash by the Representative Body of the Church in Wales.

Included in the investment total are capital and income units with a value of £488,820 (2021: £535,944) held in trust by the RBCW for the Dr Ethel Davies - Vineries fund, units with a value of £34,303 (2021: £38,325) for the David Glan Evans fund, and units with a value of £9,015 (2021: £10,072) for the St John's Churchyard Amalgamated fund.

##### Treasury War Stocks

	2022 £	2021 £
Market value at 01 January 2022	50	50
(Decrease)/increase in market value of fund units	-	-
<b>Market value at 31 December 2022</b>	<b>50</b>	<b>50</b>

## MARGAM MINISTRY AREA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

#### 8) Investments (continued)

**The Representative Body of the Church in Wales Common Investment Fund  
The Estate of Canon Godfrey James**

	2022 £	2021 £
Market value at 01 January 2022	-	-
Investment income	742	-
Other income	70,000	-
Paid to parish funds	-	-
(Decrease)/increase in market value of fund units	(4,043)	-
<b>Market value at 31 December 2022</b>	<b>66,699</b>	<b>-</b>

Investments are made on behalf of the parish in the Common Investment Fund and are stated at the middle market value of £2.0956 per unit at 31 December 2022. Included in the investment total is £743 held in cash by the Representative Body of the Church in Wales.

Included in the investment total are capital and income units with a value of £65,955 held in trust by the RBCW for the Canon Godfrey James fund.

#### Analysis of investments between funds

	Unrestricted Funds		Restricted Funds	Total Funds 2022	Total Funds 2021
	General £	Designated £	£	£	£
RBCW Trust - Dr Ethel Grace Davies	34,303	-	488,820	523,122	574,269
Treasury War Stocks	-	-	50	50	50
RBCW Trust - Canon Godfrey James	-	-	66,699	66,699	-
	<b>34,303</b>	<b>-</b>	<b>555,569</b>	<b>589,872</b>	<b>574,319</b>

## MARGAM MINISTRY AREA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

#### 9) Statement of Funds

	Bal b/fwd	Incoming Resources	Resources Expended	Transfers Between Reserves	C/fwd
		£	£	£	£
<b>Unrestricted Funds</b>					
General Funds	209,772	465,552	(435,816)	(20,000)	219,509
Designated Funds					
David Glan Evans Trust Fund	38,325	(4,022)	-	-	34,303
St John Baptist Churchyard Fund	7,307	71	-	-	7,378
Margam Abbey	65,778	-	-	-	65,778
Clergy Properties	120,000	-	-	-	120,000
<b>Total unrestricted funds</b>	<b>441,182</b>	<b>461,601</b>	<b>(435,816)</b>	<b>(20,000)</b>	<b>446,967</b>
<b>Restricted Funds</b>					
St John's Building Fund	17,755	16,408	(32,167)	-	1,995
All Saints' Building Fund	3,755	504	-	-	4,259
St David's Building Fund	8,222	67	-	-	8,289
St John Baptist Churchyard Trust	10,072	(1,057)	-	-	9,015
The Colwell/Parker Fund	74,288	919	-	20,000	95,207
Dr Ethel Davies - Vineries	525,872	(46,068)	-	-	479,805
St Theodore's Building Fund	1,200	-	-	-	1,200
St Theodore's Mission Fund	30	-	-	-	30
Canon Godfrey James Trust Fund	-	66,699	-	-	66,699
St Mary Magdalene Building Fund	42,122	1,747	(5,950)	-	37,919
St Mary Magdalene Graveyard Fund	1,287	-	-	-	1,287
St James Building Funds	59,320	-	-	-	59,320
St James Graveyard Fund	1,287	-	-	-	1,287
Pyle & Kenfig Community Account	60,828	-	-	-	60,828
Margam Abbey Organ Fund	23,299	765	(21,713)	-	2,350
Ministry Area Mission Fund	-	9,719	-	-	9,719
Charitable Funds	1,379	2,918	(2,904)	-	1,393
<b>Total restricted funds</b>	<b>830,715</b>	<b>52,622</b>	<b>(62,734)</b>	<b>20,000</b>	<b>840,603</b>
<b>Total Funds</b>	<b>1,271,897</b>	<b>514,224</b>	<b>(498,550)</b>	<b>-</b>	<b>1,287,571</b>

The MAC has set aside funds out of unrestricted funds for specific purposes; these funds are held as Designated Funds.

The Dr Ethel Davies - Vineries Fund and the St John's Churchyard Amalgamated Fund are held as investments, as set out in note 8 to the accounts. St John's Church is entitled to the interest on these funds, which is to be applied for the maintenance of St John's Church and the churchyard respectively. The capital in these funds is held by the Representative Body of the Church in Wales on trust.

The Colwell/Parker Fund exclusively holds bequests given for the benefit of St John's Church, All Saints' Church and St David's Church. The Canon Godfrey James Trust Fund holds bequests given for the benefit of St Theodore's Church. These funds are restricted in line with the restrictions of the individual bequests.

#### 10) Analysis of Net Assets Between Funds

	Tangible Fixed Assets	Investments	Net Current Assets	Total
	£	£	£	£
Restricted income funds	-	555,569	285,035	840,604
Unrestricted income funds	120,000	34,303	292,664	446,967
<b>Resources Expended</b>	<b>120,000</b>	<b>589,872</b>	<b>577,699</b>	<b>1,287,571</b>

#### 11) Transfers Between Funds

£20,001 was transferred from the General (Unrestricted) Funds to The Colwell/Parker Fund as bequest balances owing to this fund previously received in to the General Fund.

## MARGAM MINISTRY AREA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

#### 12) Costs of Church Activities

	Unrestricted Funds		Restricted Funds	Total 2022	Total 2021
	General	Designated			
	£	£	£	£	£
<b>Maintenance of Services</b>					
Altar requisites	2,168	-	-	2,168	485
Organists, choirs, sacristans	5,722	-	-	5,722	2,438
Other music expenses	18,821	-	21,713	40,535	6,127
Cleaning	1,441	-	-	1,441	2,021
Heat & Light	22,889	-	-	22,889	24,597
Other services	5,012	-	5,950	10,962	6,204
100 Club	760	-	-	760	660
	<b>56,813</b>	<b>-</b>	<b>27,663</b>	<b>84,476</b>	<b>42,531</b>
<b>Church Maintenance</b>					
Insurance	4,879	-	-	4,879	6,073
St John's	11,779	-	6,533	18,312	7,085
All Saints	5,527	-	-	5,527	6,162
St David's	3,268	-	-	3,268	940
St Theodore's	19,121	-	-	19,121	71,183
St James	2,912	-	-	2,912	2,167
St Mary Magdalene	4,003	-	-	4,003	3,573
Margam Abbey	13,302	-	-	13,302	-
	<b>64,792</b>	<b>-</b>	<b>6,533</b>	<b>71,325</b>	<b>97,182</b>
<b>Property Maintenance</b>					
St John's Schoolroom	9,064	-	25,634	34,698	352
St John's Churchyard	-	-	-	-	555
All Saints' Hall	3,823	-	-	3,823	-
St David's Hall	-	-	-	-	-
St Theodore other property	1,215	-	-	1,215	605
Kenfig Hill Community Shop	6,395	-	-	6,395	6,144
Pyle & Kenfig Church Hall	4,462	-	-	4,462	6,357
Margam Church Hall	7,168	-	-	7,168	-
Clergy Houses	3,744	-	-	3,744	3,594
	<b>35,871</b>	<b>-</b>	<b>25,634</b>	<b>61,506</b>	<b>17,607</b>
<b>General Parish Expenses</b>					
Printing & stationery	6,885	-	-	6,885	2,380
Other expenses	33,483	-	-	33,483	22,406
Independent examiner's fees	900	-	-	900	900
	<b>41,268</b>	<b>-</b>	<b>-</b>	<b>41,268</b>	<b>25,686</b>
	<b>198,744</b>	<b>-</b>	<b>59,831</b>	<b>258,575</b>	<b>183,006</b>