

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

England & Wales · Charity number 1145162

Details

Other names PDCSR

Status Registered

Legal form Charitable company

Company number [07717141](#)

Registered 2011-12-20

Register [View on the Charity Commission register](#)

Contact

Address First Floor
Peninsular House
Wharf Road
Portsmouth
PO2 8HB

Phone 02392899674

Email nick.ralph@portsmouth.anglican.org

Website www.csrnet.org.uk

Activities

Objects: 4.1 THE ADVANCEMENT OF CHARITABLE PURPOSES FOR THE PUBLIC BENEFIT AS ARE EXCLUSIVELY CHARITABLE ACCORDING TO THE LAWS OF ENGLAND AND WALES CARRIED OUT IN CONNECTION WITH THE RELIGIOUS AND OTHER CHARITABLE WORK OF THE CHURCH OF ENGLAND IN THE DIOCESE OF PORTSMOUTH. 4.2 THE ADVANCEMENT OF EDUCATION AND TRAINING FOR MEN AND WOMEN SO AS TO ENCOURAGE THEM TO UNDERTAKE VOLUNTARY WORK, SOCIAL SERVICE AND SIMILAR CHARITABLE ACTIVITIES FOR THE BENEFIT OF THE WIDER COMMUNITY: THE EXPRESSION "SOCIAL SERVICE" BEING DEFINED AS MEANING ANY AND ALL ORGANISATIONS OR PERSONS PROVIDING (WHETHER UNDER STATUTORY OBLIGATIONS TO DO SO OR VOLUNTARY) SERVICES TO THE COMMUNITY AT LARGE FOR THE ASSISTANCE AND ADVICE OF PERSONS SUFFERING ILL HEALTH, POVERTY, PHYSICAL OR MENTAL DISTRESS OR GENERALLY BEING HANDICAPPED OR SOCIALLY OR ECONOMICALLY DISADVANTAGED; OR TO PREVENT OR ALLEVIATE ILL HEALTH, POVERTY, MENTAL OR PHYSICAL DISTRESS OR ANY HANDICAPPED OR SOCIALLY OR ECONOMICALLY DISADVANTAGED CONDITION. 4.3 THE PROMOTION OF RESEARCH INTO THE MORAL AND SOCIAL WELFARE NEEDS OF THE COMMUNITY OF THE SAID AREA AND THE PUBLICATION OF THE USEFUL RESULTS OF ALL SUCH RESEARCH. 4.4 THE RELIEF OF PERSONS WHO ARE IN NEED, HARDSHIP OR DISTRESS THROUGH THE DEVELOPMENT OF THE CAPACITY OF THE CHURCH AT PARISH, DEANERY AND DIOCESAN LEVELS TO ADDRESS, IN PARTNERSHIP WITH OTHERS, ISSUES OF SOCIAL AND ECONOMIC DISADVANTAGE IN COMMUNITIES IN PORTSMOUTH, HAMPSHIRE AND THE ISLE OF WIGHT INCLUDING THE PROVISION OF CONFIDENTIAL COUNSELLING SERVICES AT SUITABLE PREMISES. 4.5 THE PROMOTION OF THE VOLUNTARY SECTOR FOR THE PUBLIC BENEFIT BY THE PROVISION OF INFORMATION, ADVICE, INSTRUCTION AND OTHER SERVICES IN ANY DIOCESE OF THE CHURCH OF ENGLAND INCLUDING THE PUBLICATION OF MATERIAL IN WRITTEN OR ELECTRONIC FORMS AND THE HOLDING OF MEETINGS, CONFERENCES, COURSES AND LECTURES. "THE VOLUNTARY SECTOR" MEANS CHARITIES AND VOLUNTARY ORGANISATIONS PROVIDING SOCIAL SERVICE. "CHARITIES ARE ORGANISATIONS, WHICH ARE ESTABLISHED FOR EXCLUSIVELY CHARITABLE PURPOSES IN ACCORDANCE WITH THE LAW OF ENGLAND AND WALES." "VOLUNTARY ORGANISATIONS ARE INDEPENDENT ORGANISATIONS, WHICH ARE ESTABLISHED FOR PURPOSES THAT ADD VALUE TO THE COMMUNITY AS A WHOLE, OR A SIGNIFICANT SECTION OF THE COMMUNITY, AND WHICH ARE NOT PERMITTED BY THEIR CONSTITUTION TO MAKE A PROFIT FOR PRIVATE DISTRIBUTION. VOLUNTARY ORGANISATIONS DO NOT INCLUDE LOCAL GOVERNMENT OR OTHER STATUTORY AUTHORITIES."

Activities: An independent charity based at the Diocese of Portsmouth that seeks to facilitate sustainable and innovative approaches to locally based social action, especially, though not exclusively, at the parish level in SE Hampshire, Portsmouth, the Isle of Wight, and beyond. It works with people of all faiths and none without preference or prejudice, and is committed to working in a fully inclusive way.

Classification

- **How:** Provides Human Resources, Provides Services, Sponsors Or Undertakes Research, Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Education/training, The Prevention Or Relief Of Poverty, Religious Activities
- **Who:** Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- Throughout England

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£116,598	£255,909	-	-
2023-12-31	£184,567	£235,237	-	-
2022-12-31	£308,126	£269,585	-	-
2021-12-31	£214,447	£192,311	-	-
2020-12-31	£241,683	£240,702	-	-

Trustees

Name	Role	Appointed
Sir Jonathan Robert Montgomery	Chair	2021-01-01
Andrew William Bradstock		2023-03-28
Edward Timothy Phillips		2019-09-12
Elaine Mary Coe		2024-01-10
Emily Hassan		2024-01-10
Nicola Youern		2019-09-12
Philip Poulter		2022-11-23
Robert Graham Brooke Solomon		2019-09-12

Accounts



ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR END 31ST DECEMBER 2024

**PORTSMOUTH DIOCESAN COUNCIL FOR
SOCIAL RESPONSIBILITY**

Company number - 07717141
Registered charity number – 1145162

www.csrnet.org.uk

Contents

TRUSTEES REPORT 1-8

INDEPENDENT EXAMINERS REPORT 9

STATEMENT OF FINANCIAL ACTIVITIES 10

BALANCE SHEET 11

NOTES TO THE FINANCIAL STATEMENTS 12-23

TRUSTEES REPORT (INCLUDING DIRECTORS REPORT)

The Trustees, who are also Directors for the purposes of company law, present their annual report, together with the unaudited financial statements, for the year ended 31 December 2024. The directors/trustees are one and the same and in signing as trustees they are also signing the report in their capacity as directors. This combined report satisfies the legal requirements for:

- a Directors' Report of a charitable company, and
- a Trustees Annual Report under the Charities Act 2011

OBJECTIVES AND ACTIVITIES

Portsmouth Diocesan Council for Social Responsibility (PDCSR) is a registered charity and incorporated at Companies House. Its charitable objects, part of the Memorandum and Articles of Association, include:

- the advancement of charitable purposes for the public benefit;
- education and training for people to undertake voluntary work for community benefit;
- the promotion of research into the moral and social welfare needs of the community;
- community capacity building for the relief of need including the provision of counselling; and
- the provision of information, advice, instruction and other services in any Diocese of the Church of England.

STRATEGIC AIMS

PDCSR's strategy was overhauled in 2023, and its Vision, Values, Mission and Model were refreshed.

CSR's Vision and Values

CSR's work is about seeking first the kingdom, which in practical terms means pursuing a vision for the development, renewal, and flourishing of people and communities. In partnership with local Anglican communities and key aligned allies, and through generous acts of transformative investment and action, we seek to promote sustainable social transformation and social resilience, rooted in the gospel values of love, compassion, and justice. As we seek to live out the gospel, so we work alongside and with whole communities, joining in with what we discern God to be already doing, and developing new relationships and where appropriate linked to local Anglican communities.

In line with our gospel values, our approach is always unconditional, non-judgmental and inclusive. CSR will encourage change, challenge the status quo, and aim to do so with fun, creativity, passion, energy and commitment. Our work is based on authenticity, evidence, and asset-based approaches, with a strong commitment to social justice underpinning everything we do, and with the tools of social action, social engagement and social enterprise.

The directors are confident (having had regard to Charity Commission guidance) that the Charity delivers public benefit through carrying out its aims and business strategies.

PDCSR's Mission

CSR offers targeted encouragement, training, coaching, infrastructure support, investment, and other resources to aid active local Anglican, and wider communities, to achieve this vision by:

- Providing a platform for social action programmes in targeted communities with a priority on those in areas of disadvantage.
- Through churches and beyond, working with people to coproduce solutions which transform their communities in ways that matter to them.

Annual Report and Accounts for the year ended 31 December 2024

- Making our work as sustainable as possible through social enterprise approaches and innovation which engages and empowers local people.

ACTIVITIES AND ACHIEVEMENTS IN THE YEAR

As many voluntary sector organisations have found, 2024 has been a year of even greater challenges with further cuts to funding as local authorities and health commissioners struggle with below inflation settlements. The CSR board agreed in 2023 to continue to fund Good Neighbours Network (GNN) for a further period while new approaches and funders were identified and to begin to identify new emerging areas of work that had the potential to be socially beneficial but also become financially sustainable in the long run. CSR's resources allow space to do this for a period.

PDCSR Governance

The PDCSR board is independent from the Diocese of Portsmouth (PDBF) and appoints its own trustees. The board met five times during the year. Two new trustees joined the board and one left having served his 3 year term.

Work was undertaken to develop the CSR brand resulting in a new logo and strap line which aptly describes our work



SOCIAL ACTION

Good Neighbours Network (GNN)

www.goodneighbours.org.uk

The Good Neighbours Network received its final grant from the NHS Commissioners (The Integrated Care Board, ICB) in the first quarter of 2024. It was then dependent entirely on CSR funds which included an element of restricted funds from prior year surpluses. After a period of discussion and negotiation we were successful at getting funding for a Positive Energy Project, working with Southern Gas Networks (SGN) through the CAB's Home and Well Project. This enabled us to employ two part-time new Energy Advisers to the staff and also contributed to GNN's core costs. This is annually reviewed but could be for a two-year period.



There were 3,964 volunteers last year which is a 3.4% improvement on 2023. The 2024 annual statistics survey shows that the groups offered over 158,000 acts of kindness in their local communities which is also an increase in the previous year.

Work to develop GNN more widely beyond Portsmouth has been on hold in 2024 while branding and fundraising strategies were dealt with but will be picked up again in 2025.

Young People's Mental Health

Having explored the area of children and young people's mental health in 2023, after further consultation with local stakeholders, we successfully recruited a Programme Manager for this work, Lydia Galloway, who has extensive relevant experience and enthusiasm. She has developed strong working relationships across the board but particularly with Charter Academy where she will be running art well-being workshops in their Jonathan Centre as well as a series of podcasts, working with BeeWell and Sparks Community Space. A small reference group assists with the oversight of the work as it develops.

Partly in preparation for this work, CSR developed and agreed a new Safeguarding Policy working with the national charity Thirtyone:Eight.

Annual Report and Accounts for the year ended 31 December 2024

All Saints Counselling service (ASC)

www.allsaintscounselling.org.uk

ASC is a volunteer-led counselling service, based in inner city Portsmouth, with the aim of offering low cost/affordable counselling, both short and long term, for people living in and around the Portsmouth Diocesan area. All counsellors are qualified at least to Level 4 diploma or equivalent and receive ongoing training and regular clinical supervision. The service also

**ALL SAINTS
COUNSELLING
SERVICE**

offers supervised placements to trainee counsellors. The counselling context is a mixed approach of both face-to-face and phone/zoom based and this is likely to continue.

The counselling service is a vital resource for local people. Many clients are unemployed, on low incomes or have very little disposable income. Issues covered include anxiety, depression, loss and working with difficult past experiences. Much of the area covered by the counselling service is within the top 10% most deprived in the UK.

SOCIAL ENGAGEMENT

The main engagement with parishes over 2024 has been to supply them with local data about their area better to help them engage with their local communities. A small workshop was run with the staff of the parishes in Ryde, Isle of Wight.

SOCIAL TRANSFORMATION

Leadership and Innovation

A cohort of 12 people attended the Creative Leadership Programme at the Kaospilots School in Denmark in November with some fantastic feedback:

“The training was extensive.” “Amazing Experience.”

“The training was different to any leadership and management training I have done previously. It is a less formal approach that encourages everyone at all levels to work in collaboration.”

“It was all excellent from start to finish and I feel very privileged to have had the opportunity to go.”

CSR continued to support the discussion programme of the Portsmouth Cathedral Institute (PCI) including a lecture from Michael Wear who was President Obama’s Faith Adviser who spoke in April before both the UK and US elections.

SOCIAL BUSINESS

Housing and Homelessness

There have been ongoing discussions with a business based in the central South about how we might address the concerns raised by the Archbishops’ Commissions on Housing and Homelessness. We have been actively engaged as partners with some local authorities to explore the potential for new housing that would address the issues and use Modern Methods of Construction (MMC). This should be possible to implement at lower build costs but also will lead to lower running costs for the occupiers. It is still a work in progress. No CSR funds are at risk here.

FUTURE PLANS

2024 has seen the initiation of CSR’s own contribution to children and young people’s mental health as outlined above and this is expected to develop significantly as elements of the work are first piloted and then rolled out across a wider area. In some cases that will be done with grant funding, with commissioned work, and with CSR’s own funds.

Work is continuing to explore the future viability of Good Neighbours and at the very end of the year it was decided to consider the possibility of expanding our counselling offer following the closure of services in Portsmouth.

FINANCIAL REVIEW

Financial Performance

The accounts report an overall deficit of £114,057 across all funds which reflects the impact of the cessation of historic funding for GNN and the commitment of investment for the develop of new projects whilst funding can be sought. This net expenditure was a deliberate decision by the trustees arising out of the need to develop new services which have the potential to become self-sustaining eventually.

The accounts show the unrestricted General Fund with a balance carried forward of £14,494 (2023: £25,169) after transfers and revaluations. Fund transfers include: investment interest income to the general fund of £1,778; the GNN management charges totalling £5,355, support for CSR general costs of £40,000 and a contribution for CSR staff to attend Kaospilots of £2,000. There were revaluation gains of £25,254 across all funds (2023: £80,907) on the financial investments, the year on year movement reflects that the decision was made to transfer funds to deposit to maximise investment returns in the short term.

GNNs funds show a deficit of £16,342 (2023: £28,299). Previous funding from the NHS and from Hampshire County Council which was held in reserves has been used during the year, with the balance of running costs for this service being transferred from unrestricted reserves for this vital work. We do not anticipate any further funding becoming available from the NHS and are seeking alternative sources of funding for the service. The fund balance at the end of the year reflects grant funding for the Home and Well project which has not yet been fully spent.

ASC funds show a balance of £12,024 (2023: £11,575). The majority of income during the year related to donations from clients. There has been no additional grant funding received.

The GOTO fund has a balance of £1,234 at the end of 2024 (2023: £19,986). The project ceased during 2023, and the majority of the related assets have been disposed of during the year.

The business development fund and investment for income funds have been utilised during the year to provide financing for the new project around young people's mental health and wellbeing and to support existing programmes of work. Trustees have committed to utilising the business development fund to support the initial stages of projects until external funding can be obtained.

Balance sheet position

The Trustees consider that the balance sheet together with details in note 12 show broadly that the assets are held in an appropriate mix of investment and current assets given the purposes for which the funds are held. The net assets at the balance sheet date totalled £1,143,971 (2023: £1,258,028).

Reserves policy

Free reserves

Having considered financial risk, liquidity requirements and the timing of cash flows throughout the year, the Trustees' policy is to hold a very small balance of readily realisable assets in the general fund in order to maximise the income derived from investments. The financial risks of this policy are negligible since the largest expense is the reimbursement of costs to the Portsmouth DBF and the timing of such payments is controllable.

Designated funds

The Trustees may, with the approval of the board, designate additional unrestricted reserves to be retained for an agreed purpose where this is considered to be prudent. Such designated reserves are reviewed on an annual basis and returned to the general fund in the event that the purpose of their designation is no longer considered to be adequate justification for their retention. Funds currently designated within the PDCSR accounts are the Business Development fund of £4,897 (2022: £65,461) and the Investment for Income fund of £1,101,354 (2023: £1,109,529).

Annual Report and Accounts for the year ended 31 December 2024

Investment policy

PDCSR has the power to:

- Purchase, take on lease or in exchange, hire or otherwise acquire any real or personal property and any rights or privileges required for the purposes of the Council;
- Sell, let, mortgage, dispose of or turn into account all or any of the property and funds of the Council;
- Undertake, execute, and manage any charitable trusts which may lawfully be accepted by the Council; and
- Raise or borrow money for the purposes of the Council on such terms and on such security as shall be thought fit.

The directors continue to be guided in their investment decisions by the Investment Advisory Group of the Portsmouth Diocesan Board of Finance. This is ethically based. CSR has built up its investments in order to deliver a sustainable income for its core work which covers the costs for the part-time Executive Director and deputy only. The CSR board has taken the decision to expend up to £200,000 of the capital sums over the next two years developing new programmes which have the capacity in due course to develop new income streams through trading and at the same time yield social impacts and benefits, and thereby become social enterprises within the charity. In this way, we aim to develop our work sustainably in the longer term.

The portfolio experienced an increase in market value of 2.3% (2023: 10.0%) for the investment holding that remained at the end of the year. Overall, an income yield of 3.16% (2023: 3.3%) was achieved, the overall total return was 3.2% (2023: 10.83%); with the reduction resulting from the transfer to the deposit fund towards the end of the year which will lead to an increase in investment income during 2025. The allocation of these assets will be reviewed in light of future changes to the interest rate.

The PDCSR board has agreed to change the basis on which it assesses its investment returns to a new system known as Total Return on Investment. This will more readily allow some of the surplus capital that has accrued through investment performance, to be utilised in the delivery of the work, as well as the direct income.

PRINCIPAL RISKS AND UNCERTAINTIES

The directors have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable periodic reports to be produced so that the necessary steps can be taken to lessen these risks.

The principal risks for PDCSR now are around safeguarding or a collapse in income from investments. In the case of the former, we are supported by strong safeguarding staff in the diocese as well as having the team leader as a trustee. The board also developed a new safeguarding policy in consultation with the specialist charity Thirtyone:Eight. In the case of our investments, on the advice of the IAG, most of the investments were removed from CCLA's Investment Fund and placed on deposit where they were yielding a higher return.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

PDCSR is a Registered Charity (no.1145162), and a Company limited by guarantee (company no. 07717141). It was incorporated on 25 July 2011 and operates under a Memorandum and Articles of Association altered pursuant to Special Resolution on the 7 September 2011 and 11 December 2019. The Trustees, who were directors for the purpose of company law, who served during the year are set out on page 8. Members of the charitable company guarantee an amount not exceeding £1 to the assets of the charitable company in the event of winding up.

Annual Report and Accounts for the year ended 31 December 2024

The Portsmouth Diocesan Council for Social Responsibility (PDCSR) is an independent charity based at the Diocese of Portsmouth that seeks to facilitate sustainable and innovative approaches to locally based social action, especially, though not exclusively, at the parish level in South-East Hampshire, Portsmouth, and the Isle of Wight, and beyond. It works with people of all faiths and none without preference or prejudice and is committed to working in a fully inclusive way. The Bishop of Portsmouth appoints the Executive Director who is currently an ordained member of the Diocesan staff. The permanent staff responsible for working with the Council in bringing its policy and plans to life are:

Director of Social Enterprise and Engagement – The Revd Canon Nick Ralph (40%)
Assistant Director of Social Enterprise and Engagement – Gambol Parker (60%)
Good Neighbours Network Leader – Karen Jordan (100%)
Fundraising Manager – Vanessa Eden (100%)
Children and Young People’s Mental Health Programme Manager – Lydia Galloway (100%)

The Executive Director is on a permanent 50% secondment to the Paint Pots Pre-School & Nursery Limited and the Launchpad Social Enterprise in a positive partnership with the Diocese of Winchester. He is also a residentiary canon at Portsmouth Cathedral and 10% of his time is devoted to diocesan work outside of CSR.

Decision making structure

The Directors are responsible for strategy, financial management and all major decisions. Oversight of day to day detailed work and management of the charity’s activities is undertaken by the senior staff listed on page 6 of this report.

Trustee recruitment, selection and induction

Trustees are given an induction at the outset of the triennium and at other times as appropriate. They are also informed before seeking membership and, at all other relevant times, of the role and function of the Directors. Some staff hold the title of ‘Director,’ but this relates to their function within the organisation and has no legal meaning within the terminology associated with the Companies Act. All Trustees are required to maintain their entry in the record of declarations of interest and loyalty, and this is a standing item on the agenda of Directors’ meetings as is safeguarding.

Delegation of day to day delivery

The Trustees rely upon the Executive Director, and his colleagues for the delivery of the day-to-day activities of the company and the Portsmouth Diocesan Board of Finance acts as agent for PDCSR for employment, finance and administrative matters.

TRUSTEES’ RESPONSIBILITIES

The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees (as Directors) to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the PDCSR and of the surplus or deficit of the PDCSR for that period.

In preparing these financial statements the Trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Observe methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

Annual Report and Accounts for the year ended 31 December 2024

- Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue in operation.

The Trustees are also responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the PDCSR and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the PDCSR and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included in the PDCSR's website. Legislation in England and Wales governing the preparation and dissemination of financial statements and other information included in Annual Reports may differ from legislation in other jurisdictions.

Indemnity insurance is maintained to protect the charity and indemnify Trustees, Officers and Staff against the consequences of any neglect or default on their part.

Annual Report and Accounts for the year ended 31 December 2024

ADMINISTRATIVE DETAILS

President: The Bishop of Portsmouth

Trustees

No Trustee had any beneficial interest in the company during 2024. The following are the Trustees who served at any time during 2024 up to the date of this report:

Chair: Professor Sir Jonathan Montgomery

Other Trustees: Mr Andrew Bradstock
Mr Edward Phillips
Mr Philip Poulter
Mr Jonathan Smith (resigned 5 December 2024)
Mr Robert Solomon
Mrs Nicola Youern
Mrs Elaine Coe (appointed 10 January 2024)
Mrs Emily Hassan (appointed 10 January 2024)

Company Secretary The Revd Canon Nicholas Ralph

Senior staff and advisers

Executive Director The Revd Canon Nicholas Ralph
Assistant Director Gambol Parker
Registered Office: Diocesan Office, Peninsular House, Wharf Road, Portsmouth, PO2 8HB
Bankers : Barclays PLC, PO Box 612, Ocean Village, Southampton, SO14 2ZP
Independent Examiner: Jane Askew FCA, HaysMac LLP, 10 Queen Street Place, London, EC4R 1AG
Solicitors: Messrs Brutton & Co, West End House, 288 West Street, Fareham, PO16 0AJ
Investment advisers: Investment Advisory Group, Diocese of Portsmouth and,
CCLA, Senator House, 85 Queen Victoria Street, London EC4V 4ET

In approving this Trustees' Report, the Trustees are also approving the Trustees report (including Director's report) included on pages 1 - 8 within their capacity as company directors.

In preparing this report the directors have taken advantage of the small companies' exemptions provided by section 415A of the Companies Act 2006. The directors have taken advantage of the small companies' regime in preparing the financial statements.

ON BEHALF OF THE TRUSTEES



Professor Sir Jonathan Montgomery
Chairman
Date: 24 July 2025



Mr Edward Phillips
Trustee
Date: 24 July 2025

Independent Examiners Report to the Trustees of Portsmouth Diocesan Council for Social Responsibility for the year ended 31 December 2024

I report to the Trustees on my examination of the accounts of Portsmouth Diocesan Council for Social Responsibility for the year ended 31 December 2024.

Respective responsibilities of trustees and examiner

The trustees are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the 2011 Act"). The trustees are satisfied that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and have chosen instead to have an independent examination.

I report in respect of my examination of the Trust's accounts as carried out under section 44 (1) (c) of the 2005 Act and section 145 of the 2011 Act. In carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention 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 2011 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.



Jane Askew FCA
HaysMac LLP
10 Queen Street Place
London
EC4R 1AG
Date: 17/09/2025

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2024

		General fund	Designated funds	Restricted fund	Total funds 2024	Total funds 2023
	Note	£	£	£	£	£
Income and endowments from:						
Donations	2	-	-	63,714	63,714	146,368
Charitable Activities	3	6,756	9,000	815	16,571	1,455
Investment income	4	34,526	1,778	9	36,313	36,744
		41,282	10,778	64,538	116,598	184,567
Expenditure on:						
Charitable activities	5	97,090	39,753	119,066	255,909	235,237
		97,090	39,753	119,066	255,909	235,237
Net income/(expenditure) before transfers		(55,808)	(28,975)	(54,528)	(139,311)	(50,670)
Transfers between funds	6	45,133	(74,220)	29,087	-	-
Other recognised gains						
Realised gains/(losses) on investments		-	33,973	(9,204)	24,769	(2,999)
Unrealised investment gains/(losses)		-	485	-	485	83,906
Net movement in funds	7	(10,675)	(68,737)	(34,645)	(114,057)	30,237
Total funds at 1 January		25,169	1,174,988	57,871	1,258,028	1,227,791
Total funds at 31 December		14,494	1,106,251	23,226	1,143,971	1,258,028

All amounts derive from continuing activities. The statement of financial activities incorporates an income and expenditure account for the purposes of the Companies Act 2006.

The comparative data for year ended 31 December 2023 is included in note 16.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

BALANCE SHEET AS AT 31 DECEMBER 2024

	Note	2024 £	2023 £
Fixed Assets			
Tangible fixed assets	8	3,960	42,059
Investments	9	21,693	1,149,843
		<u>25,653</u>	<u>1,191,901</u>
Current Assets			
Debtors	10	39,156	29,855
Cash on deposit		1,090,742	44,032
Cash at bank and in hand		44,547	30,506
		<u>1,174,445</u>	<u>104,393</u>
Creditors: amounts falling due within one year	11	(56,127)	(38,266)
Net current assets		<u>1,118,318</u>	<u>66,127</u>
Total assets less current liabilities		<u><u>1,143,971</u></u>	<u><u>1,258,028</u></u>
The funds of the charity:			
General fund		14,494	25,169
Designated funds		1,106,251	1,174,988
Restricted income funds		23,226	57,871
Total funds	12	<u><u>1,143,971</u></u>	<u><u>1,258,028</u></u>

The accounting policies and notes on pages 12-23 form an integral part of these accounts.

For the year ended 31 December 2024 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476. The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the Board and authorised for issue on 24 July 2025 and signed on its behalf by 24 July 2025.

Professor Sir Jonathan Montgomery
Chair

Mr Edward Phillips
Trustee

Company number - 07717141

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Portsmouth Diocesan Council for Social Responsibility is a company limited by guarantee, incorporated in England and Wales. The registered office is Diocesan Office, Peninsular House, Wharf Road, Portsmouth, PO2 8HB. The charities objectives are listed on page 1 of the Trustees Report.

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS102") and the Charities SORP "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). The charity is a public benefit entity as defined by FRS102.

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

The financial statements have been prepared under the historical cost convention, with the exception of quoted fixed asset investments, which are included at their market value at the balance sheet date.

The principal accounting policies and estimation techniques are as follows:

a) Income

All income is included in the Statement of Financial Activities (SOFA) when the PDCSR is legally entitled to it as income or capital respectively, ultimate receipt is probable and the amount to be recognised can be quantified with reasonable accuracy.

Income from investments includes all dividends on securities for which the date of payment falls within the period. Investment income includes tax recoverable thereon.

Grants are accounted for on a receivable basis with the exception of the funding restricted for the GNN activities where they are time-apportioned to align on a quarterly basis with the costs towards which they are contributing.

b) Expenditure

Expenditure is included on the accruals basis and has been classified under headings that aggregate all costs related to the Statement of Financial Activity category.

c) Fund balances

Fund Balances are split between unrestricted (general and designated) and restricted funds.

- **General funds** are the unrestricted funds that are freely available for any purpose within the charitable company's objects and which the PDCSR intends to use for its general purposes.
- **Designated funds** are set aside out of unrestricted funds by the PDCSR for a purpose specified by the Trustees.
- **Restricted funds** are income funds subject to conditions imposed by the donor as specific terms of trust, or else by legal measure.

d) Financial instruments

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument. The charity only has financial assets and liabilities which qualify as basic financial instruments.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

1. ACCOUNTING POLICIES (continued)

e) Fixed asset investments

Fixed asset investments, excluding unquoted investments, are included in the balance sheet at bid value and the gain or loss taken to the Statement of Financial Activities. Unquoted investments are included at cost.

f) Tangible fixed assets and depreciation

Vehicles are stated at cost, being the purchase price and any incidental acquisition costs.

Depreciation is provided on vehicles over a period of 3 years on a straight line basis.

h) Finance leases.

PDCSR has entered into finance lease arrangements for the use of certain assets. The amounts due under finance leases are included in the balance sheet as liabilities. All interest costs related to the arrangement are reflected in the Statement of Financial Activities.

g) Going concern

The Trustees have a reasonable expectation that the charity has adequate resources to meet its liabilities as they fall due for the foreseeable future. The trustees consider that there are no material uncertainties that may cast doubt on the charity's ability to continue as a going concern and they therefore continue to prepare the financial statements on the going concern basis.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

2. INCOME

2024	General fund £	Designated funds £	Restricted funds £	Total funds 2024 £
Donations				
Citizens Advice Hampshire	-	-	41,055	41,055
Other grants & donations	-	-	22,659	22,659
	-	-	63,714	63,714

2023	General fund £	Designated funds £	Restricted funds £	Total funds 2023 £
Donations				
Hampshire County Council	-	-	15,000	15,000
NHS	-	-	47,184	47,184
Dept for Transport - Tackling Loneliness Fund	-	-	52,692	52,692
Other grants & donations	24,764	-	6,728	31,492
	24,764	-	121,604	146,368

3. CHARITABLE ACTIVITIES

Charitable Activities

2024	General fund £	Designated funds £	Restricted funds £	Total funds 2024 £
Activity Income	6,756	9,000	-	15,756
Sundry Income	-	-	815	815
	6,756	9,000	815	16,571

2023	General fund £	Designated funds £	Restricted funds £	Total funds 2023 £
Activity Income	600	-	-	600
Sundry Income	-	-	855	855
	600	-	855	1,455

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

4. INVESTMENT INCOME

2024	General fund £	Designated funds £	Restricted fund £	Total funds 2024 £
CBF Deposit Interest	13,316	-	9	13,325
CBF Investment fund	21,210	1,778	-	22,988
CBF Property fund	-	-	-	-
	34,526	1,778	9	36,313

2023	General fund £	Designated funds £	Restricted fund £	Total funds 2023 £
CBF Deposit Interest	1,908	-	10	1,918
CBF Investment fund	32,495	2,331	-	34,826
CBF Property fund	-	-	-	-
	34,403	2,331	10	36,744

5. EXPENDITURE ON CHARITABLE ACTIVITIES

2024	General fund £	Designated funds £	Restricted funds £	Total funds 2024 £
Other Activity costs	11,059	23,022	34,265	68,346
Staff costs	79,839	15,818	64,202	159,859
Other staff expenses	1,127	913	1,481	3,521
Office support costs	2,633	-	15,950	18,583
Independent examiner's costs	2,432	-	-	2,432
Legal Costs	-	-	3,168	3,168
	97,090	39,753	119,066	255,909

2023	General fund £	Designated funds £	Restricted funds £	Total funds 2023 £
Special Publications	-	-	1,522	1,522
Other Activity costs	8,903	10,950	68,250	88,103
Staff costs	37,831	-	84,792	122,623
Other staff expenses	4,017	-	817	4,834
Office support costs	2,055	-	10,655	12,710
Independent examiner's costs	2,350	-	-	2,350
Legal Costs	-	-	3,095	3,095
	55,156	10,950	169,131	235,237

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

5. EXPENDITURE ON CHARITABLE ACTIVITIES (continued)

Staff Costs

Employee costs during the year were as follows:

	2024	2023
	£	£
Wages and salaries	145,129	102,408
National insurance contributions	11,418	7,388
Pension costs	3,312	12,827
	<u>159,859</u>	<u>122,623</u>

During 2023, PDCSR directly employed staff as well as some members of staff continuing to be employed by the Portsmouth Diocesan Board of Finance (PDBF) on behalf of the PDCSR. At 31 December 2024 all staff are employed through PDBF.

At the end of 2024 there were 4.7 FTE (2023: 2.0). The average headcount throughout the year was 3.68 (2023: 4.5).

No employees earned over £60,000 during the year (2023: £nil).

The trustees received no remuneration or expenses during the year (2023: £nil).

Remuneration of Key Management Personnel

Key management personnel are deemed to be those having authority and responsibility delegated to them by the trustees, for planning, directing and controlling the activities of the organisations.

Remuneration, employers NI, pension contributions and expenses amounted to £24,853 (2023: £25,231).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

6. ANALYSIS OF TRANSFERS BETWEEN FUNDS

	General fund	Designated funds	Restricted funds	Total funds 2024
2024	£	£	£	£
Authorised transfer from Investment for Income fund	1,778	(1,778)	-	-
Contribution to Kaospilots	(2,000)	(12,022)	-	(14,022)
	-	14,022	-	14,022
GNN management Fee	5,355	-	(5,355)	-
Transfer to support general CSR costs	40,000	(40,000)	-	-
Transfer to support GNN work	-	(34,442)	34,442	-
Transfer to support work on young people's emotional health and wellbeing	-	(17,730)	-	(17,730)
	-	17,730	-	17,730
	45,133	(74,220)	29,087	-

	General fund	Designated funds	Restricted funds	Total funds 2023
2023	£	£	£	£
Authorised transfer from Investment for Income fund	2,331	(2,331)	-	-
GNN management Fee	2,680	-	(2,680)	-
GOTO management Fee	7,324	-	(7,324)	-
Transfer to support work on young people's emotional health and wellbeing	-	-	-	-
	12,335	(2,331)	(10,004)	-

7. MOVEMENT OF FUNDS

	At 1st January 2024	Income	Expenditure	Transfers	Gains	At 31st December 2024
	£	£	£	£	£	£
General fund						
General Fund	25,169	41,282	(97,090)	45,133	-	14,494
Designated funds						
Business Development	65,461	1,778	-	(64,973)	2,631	4,897
Investment for Income	1,109,527	-	-	(40,000)	31,827	1,101,354
Young People's emotional health and wellbeing	-	-	(16,731)	16,731	-	-
Kaospilots	-	9,000	(23,022)	14,022	-	-
	1,174,988	10,778	(39,753)	(74,220)	34,458	1,106,251
Restricted						
GNN	26,310	58,631	(104,060)	29,087	-	9,968
ASC	11,575	5,907	(5,458)	-	-	12,024
GOTO	19,986	-	(9,548)	-	(9,204)	1,234
	57,871	64,538	(119,066)	29,087	(9,204)	23,226
Total Funds	1,258,028	116,598	(255,909)	-	25,254	1,143,971

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

7. MOVEMENT OF FUNDS (CONTINUED)

	At 1st January 2023 £	Income £	Expenditure £	Transfers £	(Losses) £	At 31st December 2023 £
General fund						
General Fund	8,223	59,767	(55,156)	12,335	-	25,169
Designated funds						
Business Development	69,019	2,331	(2,750)	(10,531)	7,392	65,461
Investment for Income	1,036,012	-	-	-	73,515	1,109,527
Young People's emotional health and wellbeing	-	-	(8,200)	8,200	-	-
	1,105,031	2,331	(10,950)	(2,331)	80,907	1,174,988
Restricted						
GNN	54,609	62,429	(90,728)	-	-	26,310
ASC	10,951	7,948	(7,324)	-	-	11,575
GOTO	48,977	52,092	(71,079)	(10,004)	-	19,986
	114,537	122,469	(169,131)	(10,004)	-	57,871
Total Funds	1,227,791	184,567	(235,237)	-	80,907	1,258,028

8. TANGIBLE FIXED ASSETS

	Vehicles £	Total 2024 £
At Cost or Valuation		
At 1 January 2024	64,822	64,822
Additions	-	-
Disposals	(54,822)	(54,822)
At 31 December 2024	10,000	10,000
Accumulated depreciation		
At 1 January 2024	22,764	22,764
Charge for the year	7,480	7,480
Depreciation on disposals	(24,204)	(24,204)
At 31 December 2024	6,040	6,040
Net book value at 31 December 2024	3,960	3,960
Net book value at 31 December 2023	42,058	42,058

Assets with a net book value of £nil (2023: £29,386) were held under finance lease at 31 December 2024.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024**9. INVESTMENTS**

	At 1st January 2024 £	Additions £	Disposals £	Change in Market Value £	At 31st December 2024 £
CBF Investment fund units	1,149,843		(1,128,635)	485	21,693
Designated Funds	1,149,843	-	(1,128,635)	485	21,693
Total Funds	1,149,843	-	(1,128,635)	485	21,693

	At 1st January 2023 £	Additions £	Disposals £	Change in Market Value £	At 31st December 2023 £
CBF Property fund	458,732	-	(458,732)	-	-
CBF Investment fund units	655,203	455,734	(45,000)	83,906	1,149,843
Designated Funds	1,113,935	455,734	(503,732)	83,906	1,149,843
Total Funds	1,113,935	455,734	(503,732)	83,906	1,149,843

10. DEBTORS

	2024 £	2023 £
Sundry Debtors	27,441	21,324
Accrued investment income	11,715	8,531
	39,156	29,855

11. CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Amounts due under finance lease	-	29,386
Sundry Creditors	36,124	8,380
Paulsgrove Big Lottery funds (money held as agent)	-	500
Deferred GNN Income	20,003	-
	56,127	38,266

Deferred income balances relate to the Home and Well Project for which grant income is received quarterly in advance. This is recognised in full in the subsequent financial year.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024**12. ASSETS BY FUND**

2024	Fixed assets		Current	Liabilities	Net
	Tangible £	Investments	Assets £		Assets £
General fund					
General fund	-	-	40,305	(25,811)	14,494
Designated funds					
Business Development fund	-	-	4,897	-	4,897
Investment for Income fund	-	21,693	1,079,661	-	1,101,354
Young People's emotional health and wellbeing	-	-	3,214	(3,214)	-
	-	21,693	1,087,772	(3,214)	1,106,251
Restricted funds					
GNN	-	-	37,070	(27,102)	9,968
ASC	-	-	12,024	-	12,024
GOTO	3,960	-	(2,726)	-	1,234
	3,960	-	46,368	(27,102)	23,226
Total Funds at 31st December 2024	3,960	21,693	1,174,444	(56,127)	1,143,971
2023	Fixed assets		Current	Liabilities	Net
	Tangible £	Investments	Assets £		Assets £
General fund					
General fund	-	-	29,163	(3,994)	25,169
Designated funds					
Business Development fund	-	85,278	(19,817)	-	65,461
Investment for Income fund	-	1,064,565	44,962	-	1,109,527
Young people's emotional health and wellbeing	-	-	-	-	-
	-	1,149,843	25,145	-	1,174,988
Restricted funds					
GNN	-	-	31,188	(4,878)	26,310
ASC	-	-	11,575	-	11,575
GOTO	42,058	-	7,322	(29,394)	19,986
	42,058	-	50,085	(34,272)	57,871
Total Funds at 31st December 2023	42,058	1,149,843	104,393	(38,266)	1,258,028

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

12. ASSETS BY FUND (continued)

Description of Funds:

General Fund

These funds are unrestricted and to be used for the furtherance of the charitable objectives of the PDCSR as detailed on page 1 of the annual report.

Business Development Fund

This fund arose from the sale of a piece of land in 2012 at which point the trustees agreed that this windfall should be used specifically to support new projects and each year since then has been utilised for such activities under the direction of the board.

Investment for Income Fund

These funds were designated by the trustees in 2015 to generate income to support the continued operations of PDCSR.

Young People's Mental Health and Emotional Wellbeing

The trustees designated these funds to support the development of projects relating to children and young people's mental health and emotional wellbeing.

GNN Fund

These are the funds received from external sources and restricted for the sole purpose of supporting the activities of the Good Neighbours Network, Hampshire.

ASC Fund

These are funds managed by All Saints Counselling service from donations for counselling sessions offered by the volunteer counsellors and contribute to the running costs and expenses of the service. They are restricted within PDCSR as solely for the use of ASC.

GOTO Fund

These are the funds received from external sources and restricted for the sole purpose of supporting the activities of the Communities Tackling Loneliness with Transport project. This is a Department for Transport funded grant.

13. RELATED PARTY TRANSACTIONS

The Portsmouth Diocesan Board of Finance (PDBF) is a related party with shared trustees with PDCSR. PDBF is the direct employer of the PDCSR staff and payment was made to it in respect of these costs of £159,859 (2023: £117,356). At the end of the year, PDCSR owed PDBF £16,988 (2023: £3,081) The PDBF has also supported the work of the PDCSR for several years and in 2024 provided office space for the use of PDCSR.

14. AMOUNTS DUE UNDER FINANCE LEASE

	2024	2023
	£	£
Due within one year	-	<u>29,386</u>
	<u>-</u>	<u>29,386</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

15. FUNDS HELD AS AGENT

	At 1st January 2024	Income	Expenditure	At 31st December 2024
	£	£	£	£
Paulsgrove Project	500	-	(500)	-
	<u>500</u>	<u>-</u>	<u>(500)</u>	<u>-</u>

	At 1st January 2023	Income	Expenditure	At 31st December 2023
	£	£	£	£
Paulsgrove Project	29,648	22,601	(51,749)	500
	<u>29,648</u>	<u>22,601</u>	<u>(51,749)</u>	<u>500</u>

The above funds are held as agent and included within creditors.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

16. STATEMENT OF FINANCIAL ACTIVITIES PRIOR YEAR

	Note	General fund £	Designated funds £	Restricted fund £	Total funds 2023 £
Income and endowments from:					
Donations	2	24,764	-	121,604	146,368
Charitable Activities	3	600	-	855	1,455
Investment income	4	34,403	2,331	10	36,744
		59,767	2,331	122,469	184,567
Expenditure on:					
Charitable activities	5	55,156	10,950	169,131	235,237
		55,156	10,950	169,131	235,237
Net income/(expenditure) before transfers		4,611	(8,619)	(46,662)	(50,670)
Transfers between funds	6	12,335	(2,331)	(10,004)	-
Other recognised gains					
Realised gains/(losses) on investments		-	(2,999)		(2,999)
Unrealised investment gains/(losses)		-	83,906	-	83,906
Net movement in funds	7	16,946	69,957	(56,666)	30,237
Total funds at 1 January		8,223	1,105,031	114,537	1,227,791
Total funds at 31 December		25,169	1,174,988	57,871	1,258,028

Accounts

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR END 31ST DECEMBER 2023

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Company number - 07717141

Our brands:



Working with:



Registered charity number – 1145162

www.csrnet.org.uk

Contents

TRUSTEES REPORT	1-8
INDEPENDENT EXAMINERS REPORT	9
STATEMENT OF FINANCIAL ACTIVITIES	10
BALANCE SHEET	11
STATEMENT OF CASHFLOWS	12
NOTES TO THE FINANCIAL STATEMENTS.....	13-23

TRUSTEES REPORT (INCLUDING DIRECTORS REPORT)

The Trustees, who are also Directors for the purposes of company law, present their annual report, together with the unaudited financial statements, for the year ended 31 December 2023. The directors/trustees are one and the same and in signing as trustees they are also signing the report in their capacity as directors. This combined report satisfies the legal requirements for:

- a Directors' Report of a charitable company, and
- a Trustees Annual Report under the Charities Act 2011

OBJECTIVES AND ACTIVITIES

Portsmouth Diocesan Council for Social Responsibility (PDCSR/CSR) is a registered charity and incorporated at Companies House. Its charitable objects, part of the Memorandum and Articles of Association, include:

- the advancement of charitable purposes for the public benefit;
- education and training for people to undertake voluntary work for community benefit;
- the promotion of research into the moral and social welfare needs of the community;
- community capacity building for the relief of need including the provision of counselling; and
- the provision of information, advice, instruction and other services in any Diocese of the Church of England.

STRATEGIC AIMS

PDCSR's strategy was overhauled in 2023 and its Vision, Values, Mission and Model were refreshed. CSR's work is about seeking first the kingdom, which in practical terms means pursuing a vision for the development, renewal, and flourishing of people and communities. In partnership with local Anglican communities and key aligned allies, and through generous acts of transformative investment and action, we seek to promote sustainable social transformation rooted in the gospel values of love, compassion, and justice. As we seek to live out the gospel, so we work alongside and with whole communities, joining in with what we discern God to be already doing, and developing new relationships often based on local Anglican communities.

In line with our gospel values, our approach is always unconditional and non-judgmental. CSR will encourage change, challenge the status quo, and aim to do so with fun, creativity, passion, energy and commitment. Our work is based on authenticity, evidence, and asset-based approaches, with a strong commitment to social transformation and social justice underpinning everything we do, and with the tools of social action, social engagement and social enterprise.

2023 was a year for re-evaluating and 2024 will be the year of resetting up key new areas of work for which 2023 had been the preparation.

The directors are confident (having had regard to Charity Commission guidance) that the Charity delivers public benefit through carrying out its aims and business strategies.

ACTIVITIES AND ACHIEVEMENTS IN THE YEAR

This year has been a year of challenge and preparation with Hampshire County Council announcing the ending of the main funding for GNN in March 2023 and at the end of the year, the NHS commissioners (was CCGs, now Integrated Care Board (ICB) also announcing its funding would end in March 2024. The CSR board agreed to fund GNN for a further period while new approaches and funders were identified. This involved a review of CSR's work and the potential for new approaches in all areas.

Annual Report and Accounts for the year ended 31 December 2023

PDCSR Governance

The PDCSR board is independent from the Diocese of Portsmouth (PDBF) and appoints its own trustees. The board met five times during the year.

In pursuit of the ambition to work in more socially enterprising ways, serious consideration was given to taking over an existing business. While this was not pursued in the end, the discussion led to the trustees deciding to develop a whole new area of work, in addition to the GNN, focussed on young people's mental health. This is an area with significant gaps in provision where CSR could make a real difference.

The other decision that was taken in 2023 was to hire a fundraiser onto the staff. This would be initially to support the continued funding for GNN but also the other projects being developed by CSR. Fundraising is highly professionalised now and each application takes longer to prepare and fewer are successful. This represents a sensible use of CSR's funds.

SOCIAL ACTION

Good Neighbours Network (GNN)

www.goodneighbours.org.uk

From April 2023, the Good Neighbours Network became largely funded by its remaining restricted funds and CSR's own resources. It continues to provide support to local groups which help people access healthcare settings, get shopping or go to social activities. There were 3,834 volunteers last year which is an improvement on 2022 but lower than before Covid. The 2023 annual statistics survey shows that the groups offered over 156,000 acts of kindness in their local communities which is a significant (34%) increase on the previous year and reflects groups returning to more normal levels of activity after covid.



GO TO was a year-long collaborative project funded by the Dept for Transport to deliver innovative transport initiatives aimed at reducing loneliness. The project concluded in August in 2023. Data was collected at three key stages over the project time by one of the partner organisations, the University of Winchester. Key findings were:

- 81.6% of those that took part reported that it made them feel less lonely after three months.
- Compared to baseline, participants showed improvements in wellbeing, belonging and their self-reported health.
- Project supported mainly people over 70 of which 68.3% had a long-term health condition or disability.

Young People's Mental Health

The CSR Board took the significant decision to enter into a new area of work and to that end commissioned a consultant, Andrea King, to help define the scope of what might be possible for us to do. Andrea has a great deal of experience and expertise in the area and reported back at the end of the year. The Board was pleased to take forward her recommendations which will bear fruit in 2024. The aim here is to develop work with children and young people which can be delivered in a variety of settings with some support. CSR will underwrite this work, but this is also an area which could be funded in a variety of ways, and we will be looking at those opportunities as well.

All Saints Counselling service (ASC)

www.allsaintscounselling.org.uk

ASC is a volunteer-led counselling service, based in inner city Portsmouth, with the aim of offering low cost/affordable counselling, both short and long term, for people living in and around the Portsmouth Diocesan area. All counsellors are qualified at least to Level 4 diploma or equivalent and receive ongoing training and regular clinical supervision.



Annual Report and Accounts for the year ended 31 December 2023

The service also offers supervised placements to trainee counsellors. Face-to-face counselling steadily picked up over the year although for some clients the Zoom based approach is still preferred and seems likely to remain for a proportion of people.

The counselling service is a vital resource for local people. Many clients are unemployed, on low incomes or have very little disposable income. Issues covered have included anxiety, depression, loss and working with difficult past experiences. Much of the area covered by the counselling service is within the top 10% most deprived in the UK.

SOCIAL ENGAGEMENT

rapid development programme (rdp)

rdp is CSR's community-based development programme for churches based on data, evidence and current conversations. While a few workshops were held in 2023, the Trustees have concluded that the model of delivery through face-to-face workshops run by Leigh Rampton and Nick Ralph is not tenable in the longer term and we need to find ways to deliver it more widely and also remotely. Initial work was undertaken in 2023 but it has taken longer than expected to complete due to other priorities. We aim to complete it in 2024.

SOCIAL TRANSFORMATION

Leadership and Innovation

No trips or training programmes were possible in 2023 but plans have been laid for a creative leadership programme with the Kaospiltos School in Denmark in 2024.

CSR continues to support the discussion programme of the Portsmouth Cathedral Institute (PCI) where it links with social issues including another 'Six Works' series discussing the significance of key texts and a series of PCI events addressing issues around the 'democratic deficit' which included talks by Sir Peter Bottomley, and Prof John Denham and workshops on Christianity and public life to which two CSR Trustees contributed. Chine McDonald, Director of Theos also gave the annual Dolling Lecture on 'God is not a White Man: and Other Revelations.'

SOCIAL BUSINESS

October 2023 saw the official end of the St M's project and hand-over of the community asset to the church. This project had been a seven-year collaboration with St Michael's Church, Paulsgrove that was initially ignited through the CSR rapid development programme (rdp), a course concentrated around community engagement.

CSR facilitated significant funding from the National Lottery, resulting in a renewal of the church and development of a long-term community asset for Paulsgrove based at St Michael's church, St M's.

In 2023, CSR and St M's hosted a Big Help Out Coronation party with over 200 local guests, ran kids' half term fun days (40 participants), concentrated on developing the community garden asset, closely working with refugees and delivered another powerful food project for the local community, along with some carnival fun at the much-celebrated annual Paulsgrove Carnival.



FUTURE PLANS

2023 was a year of preparation for resetting the work of CSR on a more sustainable basis. In the long term we aim to have more of its work funded by a diverse range of sources including social enterprise trading. The CSR Board has purposively decided to invest some of its capital in this.

Annual Report and Accounts for the year ended 31 December 2023

PDCSR's Vision and Values

CSR's work is about seeking first the kingdom, which in practical terms means pursuing a vision for the development, renewal, and flourishing of people and communities. In partnership with local Anglican communities and key aligned allies, and through generous acts of transformative investment and action, we seek to promote sustainable social transformation rooted in the gospel values of love, compassion, and justice. As we seek to live out the gospel, so we work alongside and with whole communities, joining in with what we discern God to be already doing, and developing new relationships often based on local Anglican communities.

In line with our gospel values, our approach is always unconditional and non-judgmental. CSR will encourage change, challenge the status quo, and aim to do so with fun, creativity, passion, energy and commitment. Our work is based on authenticity, evidence, and asset-based approaches, with a strong commitment to social transformation and social justice underpinning everything we do, and with the tools of social action, social engagement and social enterprise.

PDCSR's Mission

CSR offers targeted encouragement, training, coaching, infrastructure support, investment, and other resources to aid active local Anglican, and wider communities, to achieve this vision by:

- Providing a platform for social action programmes in targeted communities with a priority on those in areas of disadvantage.
- Through churches and beyond, working with people to coproduce solutions which transform their communities in ways that matter to them.
- Making our work as sustainable as possible through social enterprise approaches and innovation which engages and empowers local people.

FINANCIAL REVIEW

Financial Performance

The accounts show the unrestricted General Fund with a net surplus of £16,946 (2022: £744 deficit) after transfers and revaluations. Fund transfers include: investment interest income to the general fund of £2,331; the GNN management charges and hire of space totalling £2,680, and management fees on the GOTO project of £7,324 transferred from the restricted to general fund. There were revaluation gains of £83,906 across all funds (2022: losses of £147,954) on the financial investments as the investment markets have been in recovery.

The balance of the GNN restricted fund has reduced by £28,299 in the year to a closing balance of £65,461.

ASC funds show a balance of £11,575 (2022: £10,952). A grant of £3,300 was received from the Hampshire and Isle of Wight Community Foundation which has been utilised in the year.

The GOTO fund has a balance of £19,986 at the end of 2023 (2022: £48,977). The project ceased during 2023 and the balance represents the assets purchased for the project and the associated financing which will be cleared during 2024.

The business development fund has been utilised during the year to provide financing for the new project around young people's mental health and wellbeing. Trustees have committed to utilising the business development fund to support the initial stages of the project until funding can be obtained

Balance sheet position

The Trustees consider that the balance sheet together with details in note 13 show broadly that the assets are held in an appropriate mix of investment and current assets given the purposes for which the funds are held. The net assets at the balance sheet date totalled £1,258,028 (2022: £1,227,791).

Annual Report and Accounts for the year ended 31 December 2023

Reserves policy

Free reserves

Having considered financial risk, liquidity requirements and the timing of cash flows throughout the year, the Trustees' policy is to hold a very small balance of readily realisable assets in the general fund in order to maximise the income derived from investments. The financial risks of this policy are negligible since the largest expense is the reimbursement of costs to the Portsmouth DBF and the timing of such payments are controllable.

Designated funds

The Trustees may, with the approval of the board, designate additional unrestricted reserves to be retained for an agreed purpose where this is considered to be prudent. Such designated reserves are reviewed on an annual basis and returned to the general fund in the event that the purpose of their designation is no longer considered to be adequate justification for their retention. Funds currently designated within the PDCSR accounts are the Business Development fund of £65,461 (2022: £69,019) and the Investment for Income fund of £1,109,527 (2022: £1,036,012).

Investment policy

PDCSR has the power to:

- Purchase, take on lease or in exchange, hire or otherwise acquire any real or personal property and any rights or privileges required for the purposes of the Council;
- Sell, let, mortgage, dispose of or turn into account all or any of the property and funds of the Council;
- Undertake, execute, and manage any charitable trusts which may lawfully be accepted by the Council; and
- Raise or borrow money for the purposes of the Council on such terms and on such security as shall be thought fit.

The directors continue to be guided in their investment decisions by the Investment Advisory Group of the Portsmouth Diocesan Board of Finance. This is ethically based. CSR has built up its investments in order to deliver a sustainable income for its core work which covers the costs for the part-time Executive Director and deputy only. The CSR board has taken the decision to expend up to £200,000 of the capital sums over the next two years developing new programmes which have the capacity in due course to develop new income streams through trading and at the same time yield social impacts and benefits, and thereby become social enterprises within the charity. In this way, we aim to develop our work sustainably in the longer term.

The portfolio as a whole experienced an increase in market values of 10.0% (2022: fall of 11.7%) with increases across all fund types (PDCSR fully withdrew from the property portfolio during the year). Overall, an income yield of 3.3% (2022: 3.4%) was achieved, the overall total return was 10.8% (2022: -8.3%).

The PDCSR board has agreed to adopt Total Return on Investment. This will more readily allow some of the surplus capital that has accrued through investment performance, to be utilised in the delivery of the work, as well as the direct income.

Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

PRINCIPAL RISKS AND UNCERTAINTIES

The CSR Board has reviewed the risks to CSR's work and these are principally around three areas:

- Safeguarding risks: in relation to groups in our Good Neighbours Network. These are independent of CSR but we advise them. This is mitigated by working closely with the Diocesan Safeguarding team with its enormous experience and knowledge.
- People: this is about finding and retaining good staff with relevant experience and knowledge. This is about careful recruitment, in-service training and support, flexible working practices, and paying a market rate for their work.
- Finance: managing CSR's investments and income generating activities. This is about ensuring we have good advice but also about generating new income streams. We have taken on a full-time fundraiser and actively engaged in developing new areas of work.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

PDCSR is a Registered Charity (no.1145162), and a Company limited by guarantee (company no. 07717141).

It was incorporated on 25 July 2011 and operates under a Memorandum and Articles of Association altered pursuant to Special Resolution on the 7 September 2011 and 11 December 2019. The Trustees, who were directors for the purpose of company law, who served during the year are set out on page 8. Members of the charitable company guarantee an amount not exceeding £1 to the assets of the charitable company in the event of winding up.

The Portsmouth Diocesan Council for Social Responsibility (PDCSR) is an independent charity based at the Diocese of Portsmouth that seeks to facilitate sustainable and innovative approaches to locally based social action, especially, though not exclusively, at the parish level in South-East Hampshire, Portsmouth, and the Isle of Wight, and beyond. It works with people of all faiths and none without preference or prejudice and is committed to working in a fully inclusive way. The Bishop of Portsmouth appoints the Executive Director who is currently an ordained member of the Diocesan staff. The permanent staff responsible for working with the Council in bringing its policy and plans to life are:

Director of Social Enterprise and Engagement – The Revd Canon Nick Ralph

Assistant Director of Social Enterprise and Engagement – Gambol Parker

Good Neighbours Network Leader – Karen Jordan

The Executive Director's time is shared 50% with the Launchpad Social Enterprise (LSE) and Paint Pots Pre-school and Nursery Ltd (13 early years settings) in the Winchester Diocese. He is also a residentiary canon at Portsmouth Cathedral. Over 2023, collaborations with Winchester Diocese included Good Neighbours, Social Enterprise, Parish Data, and Church-based Early Years support in parishes.

Decision making structure

The Directors are responsible for strategy, financial management and all major decisions. Oversight of day-to-day detailed work and management of the charity's activities is undertaken by the senior staff listed on page 8 of this report.

Annual Report and Accounts for the year ended 31 December 2023

Trustee recruitment, selection and induction

Trustees are given an induction at the outset of the triennium and at other times as appropriate. They are also informed before seeking membership and, at all other relevant times, of the role and function of the Directors. Some staff hold the title of 'Director,' but this relates to their function within the organisation and has no legal meaning within the terminology associated with the Companies Act. All Trustees are required to maintain their entry in the record of declarations of interest and loyalty, and this is a standing item on the agenda of Directors' meetings as is safeguarding.

Delegation of day-to-day delivery

The Trustees rely upon the Executive Director, and his colleagues for the delivery of the day-to-day activities of the company and the Portsmouth Diocesan Board of Finance acts as agent for PDCSR for employment, finance and administrative matters.

TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees (as Directors) to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the PDCSR and of the surplus or deficit of the PDCSR for that period.

In preparing these financial statements the Trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Observe methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue in operation.

The Trustees are also responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the PDCSR and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the PDCSR and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included in the PDCSR's website. Legislation in England and Wales governing the preparation and dissemination of financial statements and other information included in Annual Reports may differ from legislation in other jurisdictions.

Indemnity insurance is maintained to protect the charity and indemnify Trustees, Officers and Staff against the consequences of any neglect or default on their part.

Annual Report and Accounts for the year ended 31 December 2023

ADMINISTRATIVE DETAILS

President: The Bishop of Portsmouth

Trustees

No Trustee had any beneficial interest in the company during 2023. The following are the Trustees who served at any time during 2023 up to the date of this report:

Chairman: Professor Sir Jonathan Montgomery

Other Trustees: Mr Andrew Bradstock (appointed 28 March 2023)
Mr Edward Phillips
Mr Philip Poulter
Mr Jonathan Smith
Mr Robert Solomon
Mrs Nicola Youern
Miss Elaine Aplin (appointed 10 January 2024)
Mrs Emily Hassan (appointed 10 January 2024)

Company Secretary The Revd Canon Nicholas Ralph (non-trustee)

Senior staff and advisers

Executive Director The Revd Canon Nicholas Ralph
Assistant Director Gambol Parker
Registered Office: Diocesan Office, Peninsular House, Wharf Road, Portsmouth, PO2 8HB
Bankers : Barclays PLC, PO Box 612, Ocean Village, Southampton, SO14 2ZP
Independent Examiner: Jane Askew, Haysmacintyre LLP, 10 Queen Street Place, London, EC4R 1AG
Solicitors: Messrs Brutton & Co, West End House, 288 West Street, Fareham, PO16 0AJ
Investment advisers: Investment Advisory Group, Diocese of Portsmouth and,
CCLA, Senator House, 85 Queen Victoria Street, London EC4V 4ET

In approving this Trustees' Report, the Trustees are also approving the Trustees report (including Director's report) included on pages 1 - 7 within their capacity as company directors.

In preparing this report the directors have taken advantage of the small companies' exemptions provided by section 415A of the Companies Act 2006. The directors have taken advantage of the small companies' regime in preparing the financial statements.

ON BEHALF OF THE TRUSTEES



Professor Sir Jonathan Montgomery
Chairman

Date: 4 July 2024



Mr Edward Phillips
Trustee

Date: 04 July 2024

Independent Examiners Report to the Trustees of Portsmouth Diocesan Council for Social Responsibility for the year ended 31 December 2023

I report to the Charity Trustees on my examination of the financial statements of Portsmouth Diocesan Council for Social Responsibility for the year ended 31 December 2023 which are set out on pages 10 to 23.

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. My work has been undertaken so that might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees, as a body, for my work or for this report.

Respective responsibilities of trustees and examiner

As the trustees of the charity (and its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no 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 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the section 396 of the 2006 Act other than any requirement that the financial statements give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.



Jane Askew ACA
Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

Date: 5 July 2024

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	General fund £	Designated funds £	Restricted fund £	Total funds 2023 £	Total funds 2022 £
Income and endowments from:						
Donations	2	24,764	-	121,604	146,368	246,796
Charitable Activities	3	600	-	855	1,455	17,958
Investment income	4	34,403	2,331	10	36,744	43,372
		59,767	2,331	122,469	184,567	308,126
Expenditure on:						
Charitable activities	5	55,156	10,950	169,131	235,237	269,585
		55,156	10,950	169,131	235,237	269,585
Net income/(expenditure) before transfers		4,611	(8,619)	(46,662)	(50,670)	38,541
Transfers between funds	6	12,335	(2,331)	(10,004)	-	-
Other recognised gains						
Realised gains/(losses) on investments		-	(2,999)		(2,999)	-
Unrealised investment gains/(losses)		-	83,906	-	83,906	(147,954)
Net movement in funds	7	16,946	69,957	(56,666)	30,237	(109,413)
Total funds at 1 January		8,223	1,105,031	114,537	1,227,791	1,337,204
Total funds at 31 December		25,169	1,174,988	57,871	1,258,028	1,227,791

All amounts derive from continuing activities. The statement of financial activities incorporates an income and expenditure account for the purposes of the Companies Act 2006.

The comparative data for year ended 31 December 2022 is included in note 17.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

STATEMENT OF CASHFLOWS FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	2023 £	2022 £
Fixed Assets			
Tangible fixed assets	8	42,059	58,264
Investments	9	<u>1,149,843</u>	<u>1,113,935</u>
		1,191,901	1,172,199
Current Assets			
Debtors	10	29,855	51,483
Cash on deposit		44,032	40,922
Cash at bank and in hand		<u>30,506</u>	<u>56,685</u>
		104,393	149,090
Creditors: amounts falling due within one year	11	<u>(38,266)</u>	<u>(64,856)</u>
Net current assets		66,126	84,234
Total assets less current liabilities		<u>1,258,028</u>	<u>1,256,433</u>
Creditors: amounts falling after one year	12	-	(28,642)
NET ASSETS		<u><u>1,258,028</u></u>	<u><u>1,227,791</u></u>
The funds of the charity:			
General fund		25,169	8,223
Designated funds		1,174,988	1,105,031
Restricted income funds		57,871	114,537
Total funds	13	<u><u>1,258,028</u></u>	<u><u>1,227,791</u></u>

The accounting policies and notes on pages 13 - 24 form an integral part of these accounts.

For the year ended 31 December 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476. The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the Board and authorised for issue on 3 July 2024 and signed on its behalf by



Professor Sir Jonathan Montgomery
Chair



Mr Edward Philips
Trustee

Company number - 07717141

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

STATEMENT OF CASHFLOWS FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
	£	£
Net cash outflow from operating activities	(97,204)	(54,534)
Cash flows from investing activities		
Income Dividends, interest and rent from investments	36,744	43,372
Purchase of tangible fixed assets	-	(64,822)
Purchase of investments	(455,734)	-
Disposal of investments	500,733	500
Net cash provided by investing activities	81,743	(20,950)
Cash flows from financing activities		
New finance leases	-	39,502
Payments under finance lease	(7,608)	(2,508)
Net cash outflow from financing activities	(7,608)	36,994
Change in cash and cash equivalents in the reporting period	(23,069)	(38,490)
Cash and cash equivalents at 1 January	97,607	136,097
Cash and cash equivalents at 31 December	74,538	97,607
 Reconciliation of net income to net cash flow from operating activities		
	<u>2023</u>	<u>2022</u>
Net income for the year ended 31 December	30,237	(109,413)
Adjustments for:		
(Losses)/Gains on investments	(83,906)	147,954
Dividends, interest and rent from investments	(36,744)	(43,372)
Depreciation charges	16,205	6,558
(Profit)/Loss on sale of investments	2,999	-
(Increase)/Decrease in operating debtors	21,629	(21,551)
(Decrease)/Increase in operating creditors	(47,625)	(34,710)
Net cash used by operating activities	(97,204)	(54,534)
 Analysis of cash and cash equivalents		
Cash at bank and in hand	30,506	56,685
Cash on deposit	44,032	40,922
	74,538	97,607

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Portsmouth Diocesan Council for Social Responsibility is a company limited by guarantee, incorporated in England and Wales. The registered office is Diocesan Office, Peninsular House, Wharf Road, Portsmouth, PO2 8HB.

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS102") and the Charities SORP "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). The charity is a public benefit entity as defined by FRS102.

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

The financial statements have been prepared under the historical cost convention, with the exception of quoted fixed asset investments, which are included at their market value at the balance sheet date.

The principal accounting policies and estimation techniques are as follows:

a) Income

All income is included in the Statement of Financial Activities (SOFA) when the PDCSR is legally entitled to it as income or capital respectively, ultimate receipt is probable and the amount to be recognised can be quantified with reasonable accuracy.

Income from investments includes all dividends on securities for which the date of payment falls within the period. Investment income includes tax recoverable thereon.

Grants are accounted for on a receivable basis with the exception of the funding restricted for the GNN activities where they are time-apportioned to align on a quarterly basis with the costs towards which they are contributing.

b) Expenditure

Expenditure is included on the accruals basis and has been classified under headings that aggregate all costs related to the Statement of Financial Activity category.

c) Fund balances

Fund Balances are split between unrestricted (general and designated) and restricted funds.

- **General funds** are the unrestricted funds that are freely available for any purpose within the charitable company's objects and which the PDCSR intends to use for its general purposes.
- **Designated funds** are set aside out of unrestricted funds by the PDCSR for a purpose specified by the Trustees.
- **Restricted funds** are income funds subject to conditions imposed by the donor as specific terms of trust, or else by legal measure.

d) Financial instruments

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument. The charity only has financial assets and liabilities which qualify as basic financial instruments.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

1. ACCOUNTING POLICIES (continued)

e) Cash at bank and on deposit

Cash at bank and on deposit includes cash and short term highly liquid investments with short maturity of three months or less from the date of acquisition or opening of the deposit or similar account. Cash held on deposit is used to generate additional investment income where the funds are not required in the short term.

f) Fixed asset investments

Fixed asset investments, excluding unquoted investments, are included in the balance sheet at bid value and the gain or loss taken to the Statement of Financial Activities. Unquoted investments are included at cost.

g) Tangible fixed assets and depreciation

Vehicles are stated at cost, being the purchase price and any incidental acquisition costs.

Depreciation is provided on vehicles over a period of 3 years on a straight-line basis.

h) Finance leases.

PDCSR has entered into finance lease arrangements for the use of certain assets. The amounts due under finance leases are included in the balance sheet as liabilities. All interest costs related to the arrangement are reflected in the Statement of Financial Activities.

i) Going concern

The Trustees have a reasonable expectation that the charity has adequate resources to meet its liabilities as they fall due for the foreseeable future. The trustees consider that there are no material uncertainties that may cast doubt on the charity's ability to continue as a going concern and they therefore continue to prepare the financial statements on the going concern basis.

j) Critical judgements and estimates

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Charity does not currently have any significant accounting estimates or areas of judgement.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

2. DONATIONS AND LEGACIES

2023	General fund £	Designated funds £	Restricted funds £	Total funds 2023 £
Donations				
Hampshire County Council	-	-	15,000	15,000
NHS	-	-	47,184	47,184
Dept for Transport - Tackling Loneliness Fund	-	-	52,692	52,692
Other grants & donations	24,764	-	6,728	31,492
	24,764	-	121,604	146,368

2022	General fund £	Designated funds £	Restricted funds £	Total funds 2022 £
Donations				
Hampshire County Council	-	-	60,000	60,000
NHS	-	-	47,184	47,184
Dept for Transport - Tackling Loneliness Fund	-	-	125,566	125,566
Other grants & donations	-	-	14,046	14,046
	-	-	246,796	246,796

3. INCOME FROM CHARITABLE ACTIVITIES

2023	General fund £	Designated funds £	Restricted funds £	Total funds 2023 £
Activity Income	600	-	-	600
Sundry Income	-	-	855	855
	600	-	855	1,455

2022	General fund £	Designated funds £	Restricted funds £	Total funds 2022 £
Activity Income	17,203	-	-	17,203
Sundry Income	-	-	755	755
	17,203	-	755	17,958

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

4. INVESTMENT INCOME

2023	General fund £	Designated funds £	Restricted fund £	Total funds 2023 £
CBF Deposit Interest	1,908	-	10	1,918
CBF Investment fund	32,495	2,331	-	34,826
CBF Property fund	-	-	-	-
	34,403	2,331	10	36,744

2022	General fund £	Designated funds £	Restricted fund £	Total funds 2022 £
CBF Deposit Interest	520	-	3	523
CBF Investment fund	13,500	6,110	-	19,610
CBF Property fund	23,239	-	-	23,239
	37,259	6,110	3	43,372

5. EXPENDITURE ON CHARITABLE ACTIVITIES

2023	General fund £	Designated funds £	Restricted funds £	Total funds 2023 £
Special Publications	-	-	1,522	1,522
Other Activity costs	8,903	10,950	68,250	88,103
Staff costs	37,831	-	84,792	122,623
Other staff expenses	4,017	-	817	4,834
Office support costs	2,055	-	10,655	12,710
Independent examiner's costs	2,350	-	-	2,350
Legal Costs	-	-	3,095	3,095
	55,156	10,950	169,131	235,237

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

5. EXPENDITURE ON CHARITABLE ACTIVITIES (continued)

Staff costs charged to the general fund in 2022 included £14,977 charged onwards to Launchpad Social Enterprise. There is no such recharge in the current year.

2022	General fund £	Designated funds £	Restricted funds £	Total funds 2022 £
Special Publications	10	-	2,039	2,049
Other Activity costs	14,174	1,925	75,764	91,863
Staff costs	74,309	-	75,320	149,629
Other staff expenses	7,064	-	419	7,483
Office support costs	638	-	12,473	13,111
Independent examiner's costs	2,100	-	-	2,100
Legal Costs	-	-	3,350	3,350
	98,295	1,925	169,365	269,585

Staff Costs

Employee costs during the year were as follows:

	2023 £	2022 £
Wages and salaries	102,408	123,078
National insurance contributions	7,388	9,973
Pension costs	12,827	16,578
	122,623	149,629

During 2023, PDCSR directly employed staff as well as some members of staff continuing to be employed by the Portsmouth Diocesan Board of Finance on behalf of the PDCSR.

At the end of 2023 there were 2.0 fte (2022: 3.80). The average headcount throughout the year was 4.5 (2022: 5).

No employees earned over £60,000 during the year (2022: £nil).

The trustees received no expenses during the year (2022: £nil).

Remuneration of Key Management Personnel

Key management personnel are deemed to be those having authority and responsibility delegated to them by the trustees, for planning, directing and controlling the activities of the organisations.

Remuneration, employers NI, pension contributions and expenses amounted to £25,231 (2022: £37,057).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

6. ANALYSIS OF TRANSFERS BETWEEN FUNDS

2023	General fund £	Designated funds £	Restricted funds £	Total funds 2023 £
Authorised transfer from Investment for Income fund	2,331	(2,331)	-	-
GNN management Fee	2,680	-	(2,680)	-
GOTO management Fee	7,324	-	(7,324)	-
Transfer to support work on young people's emotional health and wellbeing	-	-	-	-
	12,335	(2,331)	(10,004)	-

2022	General fund £	Designated funds £	Restricted funds £	Total funds 2022 £
Authorised transfer from Investment for Income fund	6,110	(6,110)	-	-
GNN management Fee	9,744	-	(9,744)	-
GOTO management Fee	18,835	-	(18,835)	-
GNN office space	8,400	-	(8,400)	-
	43,089	(6,110)	(36,979)	-

7. MOVEMENT OF FUNDS

	At 1st January 2023 £	Income £	Expenditure £	Transfers £	Gains £	At 31st December 2023 £
General fund						
General Fund	8,223	59,767	(55,156)	12,335	-	25,169
Designated funds						
Business Development	69,019	2,331	(2,750)	(10,531)	7,392	65,461
Investment for Income	1,036,012	-	-	-	73,516	1,109,527
Young People's emotional health and wellbeing	-	-	(8,200)	8,200	-	-
	1,105,031	2,331	(10,950)	(2,331)	80,908	1,174,988
Restricted						
GNN	54,609	62,429	(90,727)	-	-	26,310
ASC	10,952	7,949	(7,324)	-	-	11,575
GOTO	48,977	52,092	(71,079)	(10,004)	-	19,986
	114,537	122,469	(169,130)	(10,004)	-	57,872
Total Funds	1,227,792	184,567	(235,237)	-	80,908	1,258,028

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023**7. MOVEMENT OF FUNDS (CONTINUED)**

	At 1st January 2022	Income	Expenditure	Transfers	(Losses)	At 31st December 2022
	£	£	£	£	£	£
General fund						
General Fund	8,967	54,462	(98,295)	43,089	-	8,223
Designated funds						
Business Development	81,284	6,110	(1,925)	(6,110)	(10,340)	69,019
Investment for Income	1,173,626	-	-	-	(137,614)	1,036,012
	1,254,910	6,110	(1,925)	(6,110)	(147,954)	1,105,031
Restricted						
GNN	54,669	107,523	(89,439)	(18,144)	-	54,609
ASC	18,658	14,465	(22,172)	-	-	10,952
GOTO	-	125,566	(57,754)	(18,835)	-	48,977
	73,327	247,554	(169,365)	(36,979)	-	114,537
Total Funds	1,337,204	308,126	(269,585)	-	(147,954)	1,227,792

8. TANGIBLE FIXED ASSETS

	Vehicles £	Total 2023 £
At Cost or Valuation		
At 1 January 2023	64,822	64,822
Additions	-	-
At 31 December 2023	64,822	64,822
Accumulated depreciation		
At 1 January 2023	6,558	6,558
Charge for the year	16,205	16,205
At 31 December 2023	22,763	22,763
Net book value at 31 December 2023	42,059	42,059
Net book value at 31 December 2022	58,264	58,264

Assets with a net book value of £43,606 (2022: £29,386) were held under finance lease at 31 December 2023.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

9. INVESTMENTS

	At 1st January 2023 £	Additions £	Disposals £	Change in Market Value £	At 31st December 2023 £
CBF Property fund	458,732	-	(458,732)	-	-
CBF Investment fund units	655,203	455,734	(45,000)	83,906	1,149,843
Designated Funds	1,113,935	455,734	(503,732)	83,906	1,149,843
Total Funds	1,113,935	455,734	(503,732)	83,906	1,149,843

	At 1st January 2022 £	Additions £	Disposals £	Change in Market Value £	At 31st December 2022 £
Unquoted investment	500	-	(500)	-	-
General Fund	500	-	(500)	-	-
CBF Property fund	519,706	-	-	(60,974)	458,732
CBF Investment fund units	742,183	-	-	(86,980)	655,203
Designated Funds	1,261,889	-	-	(147,954)	1,113,935
Total Funds	1,262,389	-	(500)	(147,954)	1,113,935

10. DEBTORS

	2023 £	2022 £
Sundry Debtors	21,324	40,814
Accrued investment income	8,531	10,669
	29,855	51,483

11. CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Amounts due under finance lease	29,386	8,352
Sundry Creditors	8,380	11,856
Paulsgrove Big Lottery funds (money held as agent)	500	29,648
Deferred GNN Income	-	15,000
	38,266	64,856

Deferred income balances relate to the Hampshire County Council funding and are recognised in full in the subsequent financial year.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023**12. CREDITORS AMOUNTS FALLING DUE IN MORE THAN ONE YEAR**

	2023 £	2022 £
Amounts due under finance lease	-	28,642
	-	28,642

13. ASSETS BY FUND

2023	Fixed assets		Current Assets	Liabilities	Net Assets
	Tangible £	Investments	Assets £	£	£
General fund					
General fund	-	-	29,163	(3,994)	25,169
Designated funds					
Business Development fund	-	85,278	(19,817)	-	65,461
Investment for Income fund	-	1,064,565	44,964	-	1,109,529
Young People's emotional health and wellbeing	-	-	-	-	-
	-	1,149,843	25,147	-	1,174,990
Restricted funds					
GNN	-	-	31,187	(4,877)	26,311
ASC	-	-	11,576	-	11,576
GOTO	42,059	-	7,321	(29,395)	19,986
	42,059	-	50,084	(34,272)	57,872
Total Funds at 31st December 2023	42,059	1,149,843	104,395	(38,264)	1,258,030
2022	Fixed assets		Current Assets	Liabilities	Net Assets
	Tangible £	Investments	Assets £	£	£
General fund					
General fund	-	-	60,374	(52,151)	8,223
Designated funds					
Business Development fund	-	77,886	(8,867)	-	69,019
Investment for Income fund	-	1,036,049	(37)	-	1,036,012
	-	1,113,935	(8,904)	-	1,105,031
Restricted funds					
GNN	-	-	58,962	(4,353)	54,609
ASC	-	-	10,951	-	10,951
GOTO	58,264	-	27,707	(36,994)	48,977
	58,264	-	97,620	(41,347)	114,537
Total Funds at 31st December 2022	58,264	1,113,935	149,090	(93,498)	1,227,791

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

13. ASSETS BY FUND (continued)

Description of Funds:

General Fund

These funds are unrestricted and to be used for the furtherance of the charitable objectives of the PDCSR as detailed on page 1 of the annual report.

Business Development Fund

This fund arose from the sale of a piece of land in 2012 at which point the trustees agreed that this windfall should be used specifically to support new projects and each year since then has been utilised for such activities under the direction of the board.

Investment for Income Fund

These funds were designated by the trustees in 2015 to generate income to support the continued operations of PDCSR.

GNN Fund

These are the funds received from external sources and restricted for the sole purpose of supporting the activities of the Good Neighbours Network, Hampshire.

ASC Fund

These are funds managed by All Saints Counselling service from donations for counselling sessions offered by the volunteer counsellors and contribute to the running costs and expenses of the service. They are restricted within PDCSR as solely for the use of ASC.

GOTO Fund

These are the funds received from external sources and restricted for the sole purpose of supporting the activities of the Communities Tackling Loneliness with Transport project. This is a Department for Transport funded grant.

14. RELATED PARTY TRANSACTIONS

The Portsmouth Diocesan Board of Finance (PDBF) is a related party with shared trustees with PDCSR. PDBF is the direct employer of some of the PDCSR staff and payment was made to it in respect of these costs of £117,356 (2022: £134,450). At the end of the year, PDCSR owed PDBF £3,081 (2022: £8,361) The PDBF has also supported the work of the PDCSR for several years and in 2023 provided office space for the use of PDCSR.

15. AMOUNTS DUE UNDER FINANCE LEASE

	2023	2022
	£	£
Due within one year	29,386	8,352
Due in 2-5 years	-	28,642
	<u>29,386</u>	<u>36,994</u>

The finance lease held by the Charity was in respect of the lease of a motor vehicle, which will be completed in March 2024.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

16. FUNDS HELD AS AGENT

	At 1st January 2023	Income	Expenditure	At 31st December 2023
	£	£	£	£
Paulsgrove Project	29,648	22,601	(51,749)	500
	<u>29,648</u>	<u>22,601</u>	<u>(51,749)</u>	<u>500</u>

	At 1st January 2022	Income	Expenditure	At 31st December 2022
	£	£	£	£
Paulsgrove Project	72,584	7,205	(50,141)	29,648
	<u>72,584</u>	<u>7,205</u>	<u>(50,141)</u>	<u>29,648</u>

The above funds are held as agent and included within creditors.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

17. STATEMENT OF FINANCIAL ACTIVITIES PRIOR YEAR

	Note	General fund £	Designated funds £	Restricted fund £	Total funds 2022 £
Income and endowments from:					
Donations	2	-	-	246,796	246,796
Charitable Activities	3	17,203	-	755	17,958
Investment income	4	37,259	6,110	3	43,372
		54,462	6,110	247,554	308,126
Expenditure on:					
Charitable activities	5	98,295	1,925	169,365	269,585
		98,295	1,925	169,365	269,585
Net income/(expenditure) before transfers		(43,833)	4,185	78,189	38,541
Transfers between funds	6	43,089	(6,110)	(36,979)	-
Other recognised gains					
Unrealised investment (losses)/gai		-	(147,954)	-	(147,954)
Net movement in funds	7	(744)	(149,879)	41,210	(109,413)
Total funds at 1 January		8,967	1,254,910	73,327	1,337,204
Total funds at 31 December		8,223	1,105,031	114,537	1,227,791

Accounts

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR END 31ST DECEMBER 2022

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Company number - 7717141

Our brands:



Working with:



Hampshire
County Council



Hampshire and Isle of Wight



Registered charity number – 1145162

www.csrnet.org.uk

Contents

TRUSTEES REPORT	1-8
INDEPENDENT EXAMINERS REPORT	9
STATEMENT OF FINANCIAL ACTIVITIES.....	10
BALANCE SHEET	11
STATEMENT OF CASHFLOWS.....	12
NOTES TO THE FINANCIAL STATEMENTS	13-20

TRUSTEES REPORT (INCLUDING DIRECTORS REPORT)

The Trustees, who are also Directors for the purposes of company law, present their annual report, together with the unaudited financial statements, for the year ended 31 December 2022. The directors/trustees are one and the same and in signing as trustees they are also signing the report in their capacity as directors. This combined report satisfies the legal requirements for:

- a Directors' Report of a charitable company, and
- a Trustees Annual Report under the Charities Act 2011

OBJECTIVES AND ACTIVITIES

Portsmouth Diocesan Council for Social Responsibility (PDCSR) is a registered charity and incorporated at Companies House. Its charitable objects, part of the Memorandum and Articles of Association, include:

- the advancement of charitable purposes for the public benefit;
- education and training for people to undertake voluntary work for community benefit;
- the promotion of research into the moral and social welfare needs of the community;
- community capacity building for the relief of need including the provision of counselling; and
- the provision of information, advice, instruction and other services in any Diocese of the Church of England.

STRATEGIC AIMS

PDCSR's overall aim for the development, renewal and flourishing of local communities continued in 2022 despite the challenges from Covid but it did mean working in new ways and establishing some potential new directions that will be more sustainable in the future highly challenging funding environment.

The directors are confident (having had regard to Charity Commission guidance) that the Charity delivers public benefit through carrying out its aims and business strategies.

ACTIVITIES AND ACHIEVEMENTS IN THE YEAR

In 2022, the impacts of Covid and lockdown were still being felt but as we came out of the periods of significant restrictions, many people were still struggling to deal with the consequences, not least in their mental health. PDCSR continued to support the recovery particularly through the work of the Good Neighbours Network (GNN) and All Saints Counselling service. One of the key issues has been helping people and groups to recover the ability to engage socially and this has been a particular challenge for our social engagement programmes and for volunteers in GNN. Projects such as the one in Paulsgrove have been restarted but the recovery will take time and is on-going.

With a new Diocesan Bishop, the Diocese as a whole has been working together to develop a new diocesan strategy and PDCSR spent a significant amount of time considering and developing its own strategy and contribution towards that of the wider diocese. This culminated in an agreed approach in November which will inform all our work in future. Further details are below under PDCSR Governance.

With several short term grant programmes being awarded to PDCSR, the board took the decision this year for the charity to become a direct employer of staff employed on short-term contracts, better to be able to manage and deliver the award outcomes.

Annual Report and Accounts for the year ended 31 December 2022

PDCSR Governance

The PDCSR board is separate to and independent of the Portsmouth Diocesan Board of Finance. It appoints its own trustees and aims always to have a majority that are independent of PDBF. The board met four times during the year.

There is now a clearer focus on setting up and running our own socially enterprising activities; that is activity that makes a positive social impact on people's lives, is undertaken in environmentally sustainable ways, and is either cost neutral or profitable but is essentially based on trading income rather than grant income. This will take time to develop and the board recognises the need to invest for a medium to long term period but is a key element in our strategy to achieve long term sustainability at a higher level of activity than is currently the case. Further ideas and options will be developed in 2023.

Canon Nick Ralph's time is shared 50% with the Launchpad Social Enterprise (LSE) and Paint Pots Pre-school and Nursery Ltd (12 early years settings) in the Winchester Diocese. Over 2022, collaborations with Winchester included Good Neighbours, Social Enterprise, Parish Data, and Church-based Early Years support in parishes.

SOCIAL ACTION

Good Neighbours Network (GNN)

www.goodneighbours.org.uk

The Good Neighbours Network provides support to hyper local voluntary groups in the GN network which help local people access healthcare settings, get shopping or go to social activities. The 4000 + Good Neighbours volunteers remained steadfast, strong and effective in their communities. The 2022 annual statistics survey shows that Good Neighbours groups offered over 131,000 acts of kindness in their local communities. Despite the fact that GPs are still conducting fewer consultations in person, the number of health related tasks was up on 2021 as were lunch club trips and social trips.



Last year we continued to offer advice and guidance on governance issues including DBS and insurance queries, challenging situations with volunteers and clients, group mergers, safeguarding and hospital parking arrangements.

We responded to group concerns around the rising cost of fuel by setting up a Parliamentary petition on increasing the reimbursement rate for mileage, which has not gone up since 2012, asking that HMRC raise the recommended rate from 45p/mile to 60p/mile. This petition gathered 42,589 signatures. Unfortunately, the government did not pick this up for debate but it did reach the threshold for a response, albeit that it was not really engaged with. The campaign has been taken up and is being pursued further by the Community Transport Association.

We also asked Good Neighbours groups to raise their voices and support a campaign against Hampshire County Council ending the Adult and Social Care grant that funded GNN. Like most local authorities, they are facing huge challenges to their finances. Despite this, 2023 will see GNN continuing robustly to support GN groups with the strong backing of the Council for Social Responsibility and local NHS Integrated Care Service.



GO TO is an innovative new pilot project designed to tackle loneliness and isolation through green transport initiatives. Funded by the Department for Transport and set up as a wider collaborative partnership project, the GO TO element is concentrated around providing a free E-cargo bike delivery or Tri-shaw ride service. Participants can self-refer or access the service via their GP. There is an easy-to-use app for booking and feedback.

Annual Report and Accounts for the year ended 31 December 2022

GO TO is concentrated in three areas across Hampshire, Hayling Island, Hartley Wintney and Paulsgrove – each location provides a different demographic, presenting their own challenges for loneliness, either through coastal deprivation, rural isolation or as an area of multiple urban deprivation (Paulsgrove).

There are three trained Pioneers who pilot (ride) the E-bikes and all are trained in befriending skills to aid beneficial conversations with participants. The project is run alongside established Good Neighbour Network groups in each area although the project remains independent and is overseen by PDCSR.



All Saints Counselling service (ASC)

www.allsaintscounselling.org.uk

ASC is a volunteer-led counselling service, established over 25 years ago, based in inner city Portsmouth, with the aim of offering low cost/affordable counselling, both short and long term, for people living in and around the Portsmouth Diocesan area. All counsellors are qualified at least to Level 4 diploma or equivalent and receive ongoing training and regular clinical supervision. The service also offers supervised placements to trainee counsellors.

**ALL SAINTS
COUNSELLING
SERVICE**

Face-to-face counselling steadily picked up over the year although for some clients the Zoom based approach is preferred. It seems likely that this will be easier for some people so a hybrid approach will continue. This year we received a grant from the Allchurches fund which enabled us to widen our counselling offer and for the first time, some counsellors were paid for their work where in the past it had only been voluntary. We see this mixed mode approach as an appropriate one to explore further in the future and the best way to offer more counselling hours. At times over the year, the waiting list has been so full, that it has had to be closed to further enquiries until the list is more manageable and expectations can be met more reasonably.

The counselling service is a vital resource for local people. Many clients are unemployed, on low incomes or have very little disposable income. Issues covered have included anxiety, depression, loss and working with difficult past experiences. Much of the area covered by the counselling service is within the top 10% most deprived in the UK.

SOCIAL ENGAGEMENT

rapid development programme (rdp)

www.rapiddevelopment.org.uk

rdp is a context based programme based on data, evidence and current conversations and delivered through face-to-face workshops run by Leigh Rampton and Nick Ralph. We have incorporated into our programmes the insights gained from Experian's MOSAIC database and that information has proved enduringly popular with parishes. This year we delivered a full rdp workshop to a parish in Southampton, which was well received. Work is now underway to develop this into a programme which can be delivered by a range of people with remote support. This will be tested in 2023.

SOCIAL TRANSFORMATION

Leadership and Innovation

No trips or training programmes were possible in 2022 but we continue to explore links with our partners at the Kaospilots in Aarhus, Denmark. CSR continues to support the discussion programme of the Portsmouth Cathedral Institute where it links with social issues including the 'Six Works' series and plans were developed in 2022 for a series of lectures and workshops to address issues around the 'democratic deficit' as we approach the next general election. These were planned in 2022 but will take place in 2023.

Annual Report and Accounts for the year ended 31 December 2022

SOCIAL BUSINESS

The Paulsgrove project began to flourish again under the brand 'St M's Events'. New staff were recruited and have been delivering projects with help from a number of local organisations and the army based on Thorney Island. This was a project which originally started out as an rdp in 2014 and developed from there.

FUTURE PLANS

We are at a key crossroads in time; some would call it a 500-year social and spiritual delta. Whether we welcome it or not, a major restructuring in the way the Christian faith is communicated, lived, and passed on is already happening. We can either engage with it positively or bury our heads and try to pretend it isn't happening. We can allow it to be just inward and individualistic or we can offer a broader approach which also embraces people and communities working together and looking outward based on a renewed Anglican approach of building the kingdom for the common good of all. This would be based on kindness and compassion with the prophetic challenge to do better particularly for those at the greatest disadvantage.

PDCSR's Vision

PDCSR's Vision is for the development, renewal and flourishing of people and communities. It encompasses building the kingdom of God on earth through sustainable, social transformation rooted in the gospel values of love, compassion and justice. This will be done in a positive partnership with local Anglican communities and key aligned allies, through generous acts of transformative investment and action, in socially, financially, and environmentally sustainable ways for the common good. We look to bring to individuals and communities that 'life in all its fullness' that Jesus came to announce (John 10:10).

PDCSR's Values

Our values are based on a strong and inclusive social vision – living the gospel – in which we work alongside and with whole communities; identifying opportunities; joining in with what God is already doing; co-designing and working out what will resonate and transform for the good of all, developing new relationships often based on local Anglican communities. PDCSR will encourage change, challenge the status quo, and aim to do so with fun, creativity, passion, energy, and commitment. Our work is based on authenticity, evidence, and asset-based approaches with a strong commitment to social transformation and social justice underpinning everything we do and with the tools of social action, social engagement, and social enterprise.

PDCSR's Mission

PDCSR will achieve its vision by offering targeted encouragement, training, coaching, infrastructure support, investment, and other resources to aid active local Anglican, and wider communities, to achieve this vision by:

- Providing a platform for social action programmes in targeted communities with a priority on those in areas of disadvantage.
- Through churches and beyond, working with people to coproduce solutions which transform their communities in ways that matter to them.
- Making our work as sustainable as possible through social enterprise approaches and innovation which engages and empowers local people.

FINANCIAL REVIEW

Financial Performance

The accounts show the unrestricted General Fund with a net deficit of £744 (2021: £4,255 surplus) after transfers and revaluations. Fund transfers include: investment interest income to the general fund of £6,110; the GNN management charges and hire of space totalling £18,144, and management fees on the new GOTO project of £18,835 transferred from the restricted to general fund. There were revaluation losses of £147,954 (2021: gains of £158,167) on the financial investments, reflecting the impact of the global economic situation throughout 2022.

Annual Report and Accounts for the year ended 31 December 2022

GNNs funds show a deficit of £60 (2021: £18,964 surplus). The grants themselves come in at different times, and for the funders relate to a year from April – March. Due to underspends in previous years, a surplus had built up, kept in a GNN restricted fund (also for covering liabilities) and they need to be used to maintain the service. The surplus in the current year was partly generated through having fewer staff but it will enable the service to continue when funding reduces further in April 2023.

ASC funds show a balance of £10,951 (2021: £18,658). During 2021 a grant of £7,600 was received from the All Churches Trust Hope Beyond Grant. This has been fully utilised during 2022.

The GOTO fund has a balance of £48,977 at the end of 2022 (2021: Enil). The funds will continue to support the activities of the project during 2023.

Balance sheet position

The Trustees consider that the balance sheet together with details in note 13 show broadly that the assets are held in an appropriate mix of investment and current assets given the purposes for which the funds are held. The net assets at the balance sheet date totalled £1,227,791 (2021: £1,337,204).

Reserves policy

Free reserves

Having considered financial risk, liquidity requirements and the timing of cash flows throughout the year, the Trustees' policy is to hold a very small balance of readily realisable assets in the general fund in order to maximise the income derived from investments. The financial risks of this policy are negligible since the largest expense is the reimbursement of costs to the Portsmouth DBF and the timing of such payments are controllable.

Designated funds

The Trustees may, with the approval of the board, designate additional unrestricted reserves to be retained for an agreed purpose where this is considered to be prudent. Such designated reserves are reviewed on an annual basis and returned to the general fund in the event that the purpose of their designation is no longer considered to be adequate justification for their retention. Funds currently designated within the PDCSR accounts are the Business Development fund of £69,019 (2021: £81,284) and the Investment for Income fund of £1,036,012 (2021: £1,173,626).

Investment policy

PDCSR has the power to:

- Purchase, take on lease or in exchange, hire or otherwise acquire any real or personal property and any rights or privileges required for the purposes of the Council;
- Sell, let, mortgage, dispose of or turn into account all or any of the property and funds of the Council;
- Undertake, execute, and manage any charitable trusts which may lawfully be accepted by the Council; and
- Raise or borrow money for the purposes of the Council on such terms and on such security as shall be thought fit.

The directors continue to be guided in their investment decisions by the Investment Advisory Group of the Portsmouth Diocesan Board of Finance. This is ethically based. CSR has built up its investments in order to deliver a sustainable income for its core work which covers the costs for the part-time Executive Director and deputy only. The CSR board has taken the decision to expend up to £200,000 of the capital sums over the next two years developing new programmes which have the capacity in due course to develop new income streams through trading and at the same time yield social impacts and benefits, and thereby become social enterprises within the charity. In this way, we aim to develop our work sustainably in the longer term.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Annual Report and Accounts for the year ended 31 December 2022

The portfolio as a whole experienced a fall in market values of 11.7% (2021: increase of 14.32%) with decreases across all fund types. Overall an income yield of 3.4% (2021: 3.83%) was achieved, however due to the fall in market values, the overall total return was -8.28% (2021: +18.15%).

The PDCSR board has agreed to change the basis on which it assesses its investment returns to a new system known as Total Return on Investment. This will more readily allow some of the surplus capital that has accrued through investment performance, to be utilised in the delivery of the work, as well as the direct income.

PRINCIPAL RISKS AND UNCERTAINTIES

The directors have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable periodic reports to be produced so that the necessary steps can be taken to lessen these risks.

The principal risk for PDCSR would be the loss of a major grant or contract. As these are governed by clear rules, and notice periods the risk of that happening unexpectedly is remote. Reserves have been set aside to cover any liabilities that might result.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

PDCSR is a Registered Charity (no.1145162), and a Company limited by guarantee (company no. 7717141).

It was incorporated on 25 July 2011 and operates under a Memorandum and Articles of Association altered pursuant to Special Resolution on the 7 September 2011 and 11 December 2019. The Trustees, who were directors for the purpose of company law, who served during the year are set out on page 8. Members of the charitable company guarantee an amount not exceeding £1 to the assets of the charitable company in the event of winding up.

The Portsmouth Diocesan Council for Social Responsibility (PDCSR) is an independent charity based at the Diocese of Portsmouth that seeks to facilitate sustainable and innovative approaches to locally based social action, especially, though not exclusively, at the parish level in South-East Hampshire, Portsmouth, and the Isle of Wight, and beyond. It works with people of all faiths and none without preference or prejudice and is committed to working in a fully inclusive way. The Bishop of Portsmouth appoints the Executive Director who is currently an ordained member of the Diocesan staff. The permanent staff responsible for working with the Council in bringing its policy and plans to life are:

Director of Social Enterprise and Engagement – The Revd Canon Nick Ralph

Assistant Director of Social Enterprise and Engagement – Gambol Parker

Good Neighbours Network Leader – Karen Jordan

The Executive Director is on a permanent 50% secondment to the Launchpad Social Enterprise in a positive partnership with the Diocese of Winchester. He is also a residentiary canon at Portsmouth Cathedral.

Decision making structure

The Directors are responsible for strategy, financial management and all major decisions. Oversight of day to day detailed work and management of the charity's activities is undertaken by the senior staff listed on page 8 of this report.

Trustee recruitment, selection and induction

Trustees are given an induction at the outset of the triennium and at other times as appropriate. They are also informed before seeking membership and, at all other relevant times, of the role and function of the Directors. Some staff hold the title of 'Director', but this relates to their function within the organisation and has no legal meaning within the terminology associated with the Companies Act. All Trustees are required to maintain their

Annual Report and Accounts for the year ended 31 December 2022

entry in the record of declarations of interest and loyalty and this is a standing item on the agenda of Directors' meetings as is safeguarding.

Delegation of day to day delivery

The Trustees rely upon the Executive Director, and his colleagues for the delivery of the day-to-day activities of the company and the Portsmouth Diocesan Board of Finance acts as agent for PDCSR for employment, finance and administrative matters.

TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees (as Directors) to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the PDCSR and of the surplus or deficit of the PDCSR for that period.

In preparing these financial statements the Trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Observe methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue in operation.

The Trustees are also responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the PDCSR and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the PDCSR and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included in the PDCSR's website. Legislation in England and Wales governing the preparation and dissemination of financial statements and other information included in Annual Reports may differ from legislation in other jurisdictions.

Indemnity insurance is maintained to protect the charity and indemnify Trustees, Officers and Staff against the consequences of any neglect or default on their part.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Annual Report and Accounts for the year ended 31 December 2022

ADMINISTRATIVE DETAILS

President: The Bishop of Portsmouth

Trustees

No Trustee had any beneficial interest in the company during 2022. The following are the Trustees who served at any time during 2022 up to the date of this report:

Chairman: Professor Sir Jonathan Montgomery

Other Trustees: Mr Andrew Bradstock (appointed 28 March 2023)
The Revd Dr Paul Chamberlain (resigned 27 September 2022)
Mrs Jenny Hollingsworth (appointed 8 August 2022, resigned 31 December 2022)
Mrs Victoria James (resigned 8 August 2022)
Mr Edward Phillips
Mr Philip Poulter (appointed 23 November 2022)
Mr Jonathan Smith
Mr Robert Solomon
Mrs Nicola Youern

Company Secretary The Revd Canon Nicholas Ralph (non trustee)

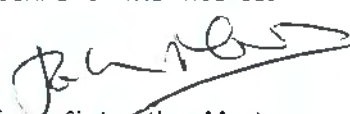
Senior staff and advisers

Executive Director The Revd Canon Nicholas Ralph
Assistant Director Gambol Parker
Registered Office: Diocesan Office, Peninsular House, Wharf Road, Portsmouth, PO2 8HB
Bankers : Barclays PLC, PO Box 612, Ocean Village, Southampton, SO14 2ZP
Independent Examiner: Haysmacintyre LLP, 10 Queen Street Place, London, EC4R 1AG
Solicitors: Messrs Brutton & Co, West End House, 288 West Street, Fareham, PO16 0AJ
Investment advisers: Investment Advisory Group, Diocese of Portsmouth and,
CCLA, Senator House, 85 Queen Victoria Street, London EC4V 4ET

In approving this Trustees' Report, the Trustees are also approving the Trustees report (including Directors report) included on pages 1 - 7 within their capacity as company directors.

In preparing this report the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006. The directors have taken advantage of the small companies regime in preparing the financial statements.

ON BEHALF OF THE TRUSTEES


Professor Sir Jonathan Montgomery
Chairman

Date: 5/1/23


Mr Edward Phillips
Trustee

Date: 5/1/23

Independent Examiners Report to the Trustees of Portsmouth Diocesan Council for Social Responsibility for the year ended 31 December 2022

I report to the Trustees on my examination of the accounts of Portsmouth Diocesan Council for Social Responsibility for the year ended 31 December 2022 which are set out on pages 10 to 23.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act"). The trustees are satisfied that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and have chosen instead to have an independent examination.

Having satisfied myself that the accounts of the charitable company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charitable company's accounts as carried out under section 145 of the 2011 Act. In carrying out my examination I have followed the requirements of the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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.



Jane Askew
Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

Date: 11 August 2023

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT for the year ended 31 December 2022

	Note	General fund £	Designated funds £	Restricted fund £	Total funds 2022 £	<i>Total funds 2021 £</i>
Income and endowments from:						
Donations	2	-	-	246,796	246,796	139,547
Charitable Activities	3	17,203	-	755	17,958	32,603
Investment income	4	37,259	6,110	3	43,372	42,297
		54,462	6,110	247,554	308,126	214,447
Expenditure on:						
Charitable activities	5	98,295	1,925	169,365	269,585	192,311
		98,295	1,925	169,365	269,585	192,311
Net income/(expenditure) before transfers		(43,833)	4,185	78,189	38,541	22,136
Transfers between funds	6	43,089	(6,110)	(36,979)	-	-
Other recognised gains						
Unrealised investment (losses)/gains		-	(147,954)	-	(147,954)	158,167
Net movement in funds	7	(744)	(149,879)	41,210	(109,413)	180,303
Total funds at 1 January		8,967	1,254,910	73,327	1,337,204	1,156,901
Total funds at 31 December		8,223	1,105,031	114,537	1,227,791	1,337,204

All amounts derive from continuing activities. The statement of financial activities incorporates an income and expenditure account for the purposes of the Companies Act 2006.

The comparative data for year ended 31 December 2021 is included in note 15.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

BALANCE SHEET as at 31 December 2022

	Note	2022 £	2021 £
Fixed Assets			
Tangible fixed assets	8	58,264	-
Investments	9	<u>1,113,935</u>	<u>1,262,389</u>
		1,172,199	1,262,389
Current Assets			
Debtors	10	51,483	29,932
Cash on deposit		40,922	38,310
Cash at bank and in hand		<u>56,685</u>	<u>97,787</u>
		149,090	166,029
Creditors: amounts falling due within one year	11	(64,856)	(91,214)
Net current assets		<u>84,234</u>	<u>74,815</u>
Total assets less current liabilities		<u>1,256,433</u>	<u>1,337,204</u>
Creditors: amounts falling after one year	12	(28,642)	-
NET ASSETS		<u><u>1,227,791</u></u>	<u><u>1,337,204</u></u>
The funds of the charity:			
General fund		8,223	8,967
Designated funds		1,105,031	1,254,910
Restricted income funds		114,537	73,327
Total funds	13	<u><u>1,227,791</u></u>	<u><u>1,337,204</u></u>

The accounting policies and notes on pages 13-23 form an integral part of these accounts.

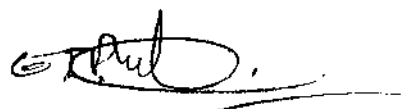
For the year ended 31 December 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476. The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the Board and authorised for issue on 5 July 2023 and signed on its behalf by



Professor Sir Jonathan Montgomery
Chair



Mr Edward Phillips
Trustee

Company number - 7717141

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

STATEMENT OF CASHFLOWS for the year ended 31 December 2022

	2022		2021
	£	£	£
Net cash outflow from operating activities		(54,534)	(15,698)
Cash flows from investing activities			
Incl Dividends, interest and rent from investments	43,372		42,297
Purchase of tangible fixed assets	(64,822)		-
Disposal of investments	500		-
Net cash provided by investing activities		(20,950)	42,297
Cash flows from financing activities			
New finance leases	39,502		-
Payments under finance lease	(2,508)		-
Net cash outflow from financing activities		36,994	-
Change in cash and cash equivalents in the reporting period		(38,490)	26,599
Cash and cash equivalents at 1 January		136,097	109,498
Cash and cash equivalents at 31 December		97,607	136,097
Reconciliation of net income to net cash flow from operating activities			
	<u>2022</u>		<u>2021</u>
Net income for the year ended 31 December	(109,413)		180,303
Adjustments for:			
Losses/(Gains) on investments	147,954		(158,167)
Dividends, interest and rent from investments	(43,372)		(42,297)
Depreciation charges	6,558		-
(Increase)/Decrease in operating debtors	(21,551)		552
(Decrease)/Increase in operating creditors	(34,710)		3,911
Net cash used by operating activities	(54,534)		(15,698)
Analysis of cash and cash equivalents			
Cash at bank and in hand	56,685		97,787
Cash on deposit	40,922		38,310
	97,607		136,097

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Portsmouth Diocesan Council for Social Responsibility is a company limited by guarantee, incorporated in England and Wales. The registered office is Diocesan Office, Peninsular House, Wharf Road, Portsmouth, PO2 8HB.

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS102") and the Charities SORP "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). The charity is a public benefit entity as defined by FRS102.

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

The financial statements have been prepared under the historical cost convention, with the exception of quoted fixed asset investments, which are included at their market value at the balance sheet date.

The principal accounting policies and estimation techniques are as follows:

a) Income

All income is included in the Statement of Financial Activities (SOFA) when the PDCSR is legally entitled to it as income or capital respectively, ultimate receipt is probable and the amount to be recognised can be quantified with reasonable accuracy.

Income from investments includes all dividends on securities for which the date of payment falls within the period. Investment income includes tax recoverable thereon.

Grants are accounted for on a receivable basis with the exception of the funding restricted for the GNN activities where they are time-apportioned to align on a quarterly basis with the costs towards which they are contributing.

b) Expenditure

Expenditure is included on the accruals basis and has been classified under headings that aggregate all costs related to the Statement of Financial Activity category.

c) Fund balances

Fund Balances are split between unrestricted (general and designated) and restricted funds.

- **General funds** are the unrestricted funds that are freely available for any purpose within the charitable company's objects and which the PDCSR intends to use for its general purposes.
- **Designated funds** are set aside out of unrestricted funds by the PDCSR for a purpose specified by the Trustees.
- **Restricted funds** are income funds subject to conditions imposed by the donor as specific terms of trust, or else by legal measure.

d) Financial instruments

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument. The charity only has financial assets and liabilities which qualify as basic financial instruments.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2022**1. ACCOUNTING POLICIES (continued)****e) Fixed asset investments**

Fixed asset investments, excluding unquoted investments, are included in the balance sheet at bid value and the gain or loss taken to the Statement of Financial Activities. Unquoted investments are included at cost.

f) Tangible fixed assets and depreciation

Vehicles are stated at cost, being the purchase price and any incidental acquisition costs.

Depreciation is provided on vehicles over a period of 3 years on a straight line basis.

h) Finance leases.

PDCSR has entered into finance lease arrangements for the use of certain assets. The amounts due under finance leases are included in the balance sheet as liabilities. All interest costs related to the arrangement are reflected in the Statement of Financial Activities.

g) Going concern

The Trustees have a reasonable expectation that the charity has adequate resources to meet its liabilities as they fall due for the foreseeable future. The trustees consider that there are no material uncertainties that may cast doubt on the charity's ability to continue as a going concern and they therefore continue to prepare the financial statements on the going concern basis.

2. INCOMING RESOURCES

2022	General fund £	Designated funds £	Restricted funds £	Total funds 2022 £
Donations				
Hampshire County Council	-	-	60,000	60,000
NHS	-	-	47,184	47,184
Action Hampshire	-	-	125,566	125,566
Other grants & donations	-	-	14,046	14,046
	-	-	246,796	246,796

2021	General fund £	Designated funds £	Restricted fund £	Total funds 2021 £
Donations				
Hampshire County Council	-	-	66,250	66,250
NHS	-	-	47,184	47,184
Other grants & donations	-	-	26,113	26,113
	-	-	139,547	139,547

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2022

3. CHARITABLE ACTIVITIES

2022	General fund £	Designated funds £	Restricted funds £	Total funds 2022 £
Activity Income	17,203	-	-	17,203
Sundry Income	-	-	755	755
	17,203	-	755	17,958

2021	General fund £	Designated funds £	Restricted funds £	Total funds 2021 £
Activity Income	31,878	-	-	31,878
Sundry Income	-	-	725	725
	31,878	-	725	32,603

4. INVESTMENT INCOME

2022	General fund £	Designated funds £	Restricted fund £	Total funds 2022 £
CBF Deposit Interest	520	-	3	523
CBF Investment fund	13,500	6,110	-	19,610
CBF Property fund	23,239	-	-	23,239
	37,259	6,110	3	43,372

2021	General fund £	Designated funds £	Restricted fund £	Total funds 2021 £
CBF Deposit Interest	19	-	-	19
CBF Investment fund	16,775	2,263	-	19,038
CBF Property fund	23,240	-	-	23,240
	40,034	2,263	-	42,297

5. EXPENDITURE ON CHARITABLE ACTIVITIES

2022	General fund £	Designated funds £	Restricted funds £	Total funds 2022 £
Special Publications	10	-	2,039	2,049
Other Activity costs	14,174	1,925	75,764	91,863
Staff costs	74,309	-	75,320	149,629
Other staff expenses	7,064	-	419	7,483
Office support costs	638	-	12,473	13,111
Independent examiner's costs	2,100	-	-	2,100
Legal Costs	-	-	3,350	3,350
	98,295	1,925	169,365	269,585

Staff costs charged to the general fund include £14,977 (2021: £29,513) charged onwards to Launchpad Social Enterprise.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2022

5. EXPENDITURE ON CHARITABLE ACTIVITIES (continued)

2021	General fund £	Designated funds £	Restricted funds £	Total funds 2021 £
Special Publications	117	-	3,340	3,457
Other Activity costs	6,605	6,000	17,284	29,889
Staff costs	80,129	-	61,569	141,698
Other staff expenses	1,563	-	289	1,852
Office support costs	282	-	10,925	11,207
Independent examiner's costs	1,152	-	-	1,152
Legal Costs	12	-	3,044	3,056
	89,860	6,000	96,451	192,311

Staff Costs

Employee costs during the year were as follows:

	2022 £	2021 £
Wages and salaries	123,078	115,403
National insurance contributions	9,973	15,351
Pension costs	16,578	18,874
	149,629	149,629

During 2022, PDCSR directly employed staff as well as some members of staff continuing to be employed by the Portsmouth Diocesan Board of Finance on behalf of the PDCSR.

At the end of 2022 there were 3.80 fte (2021: 3.90). The average headcount throughout the year was 5 (2021:4).

No employees earned over £60,000 during the year (2021: nil).

The trustees received no expenses during the year (2021: £Nil).

Remuneration of Key Management Personnel

Key management personnel are deemed to be those having authority and responsibility delegated to them by the trustees, for planning, directing and controlling the activities of the organisations.

Remuneration, employers NI, pension contributions and expenses amounted to £37,057 (2021: £26,905).

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2022

6. ANALYSIS OF TRANSFERS BETWEEN FUNDS

2022	General fund £	Designated funds £	Restricted funds £	Total funds 2022 £
Authorised transfer from Investment for Income fund	6,110	(6,110)	-	-
GNN management Fee	9,744	-	(9,744)	-
GOTO management Fee	18,835	-	(18,835)	-
GNN office space	8,400	-	(8,400)	-
	43,089	(6,110)	(36,979)	-

2021	General fund £	Designated funds £	Restricted funds £	Total funds 2021 £
Authorised transfer from Investment for Income fund	2,263	(2,263)	-	-
For PDCSR share of Paulsgrove project costs	1,228	(1,228)	-	-
GNN management Fee	10,312	-	(10,312)	-
GNN office space	8,400	-	(8,400)	-
	22,203	(3,491)	(18,712)	-

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2022**7. MOVEMENT OF FUNDS**

	At 1st January 2022	Income	Expenditure	Transfers	(Losses)	At 31st December 2022
	£	£	£	£	£	£
General fund						
General Fund	8,967	54,462	(98,295)	43,089	-	8,223
Designated funds						
Business Development	81,284	6,110	(1,925)	(6,110)	(10,340)	69,019
Investment for Income	1,173,626	-	-	-	(137,614)	1,036,012
	1,254,910	6,110	(1,925)	(6,110)	(147,954)	1,105,031
Restricted						
GNN	54,669	107,523	(89,439)	(18,144)	-	54,609
ASC	18,658	14,465	(22,172)	-	-	10,951
GOTO	-	125,566	(57,754)	(18,835)	-	48,977
	73,327	247,554	(169,365)	(36,979)	-	114,537
Total Funds	1,337,204	308,126	(269,585)	-	(147,954)	1,227,791

	At 1st January 2021	Income	Expenditure	Transfers	Gains	At 31st December 2021
	£	£	£	£	£	£
General fund						
General Fund	4,712	71,912	(89,860)	22,203	-	8,967
Designated funds						
Business Development	77,421	2,263	(6,000)	(3,491)	11,091	81,284
Investment for Income	1,026,550	-	-	-	147,076	1,173,626
	1,103,971	2,263	(6,000)	(3,491)	158,167	1,254,910
Restricted						
GNN	35,705	125,569	(87,893)	(18,712)	-	54,669
ASC	12,513	14,703	(8,558)	-	-	18,658
	48,218	140,272	(96,451)	(18,712)	-	73,327
Total Funds	1,156,901	214,447	(192,311)	-	158,167	1,337,204

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2022**8. TANGIBLE FIXED ASSETS**

	Vehicles £	Total 2022 £
At Cost or Valuation		
At 1 January 2022	-	-
Additions	64,822	64,822
At 31 December 2022	64,822	64,822
Accumulated depreciation		
At 1 January 2022	-	-
Charge for the year	6,558	6,558
At 31 December 2022	6,558	6,558
Net book value at 31 December 2022	58,264	58,264
Net book value at 31 December 2021	-	-

Assets with a net book value of £43,606 were held under finance lease at 31 December 2022.

9. INVESTMENTS

	At 1st January 2022 £	Additions £	Disposals £	Change in Market Value £	At 31st December 2022 £
Unquoted investment	500	-	(500)	-	-
General Fund	500	-	(500)	-	-
CBF Property fund	519,706	-	-	(60,974)	458,732
CBF Investment fund units	742,183	-	-	(86,980)	655,203
Designated Funds	1,261,889	-	-	(147,954)	1,113,935
Total Funds	1,262,389	-	(500)	(147,954)	1,113,935

	At 1st January 2021 £	Additions £	Disposals £	Change in Market Value £	At 31st December 2021 £
Unquoted investment	500	-	-	-	500
General Fund	500	-	-	-	500
CBF Property fund	454,841	-	-	64,865	519,706
CBF Investment fund units	648,881	-	-	93,302	742,183
Designated Funds	1,103,722	-	-	158,167	1,261,889
Total Funds	1,104,222	-	-	158,167	1,262,389

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2022

10. DEBTORS

	2022	2021
	£	£
Sundry Debtors	40,814	19,371
Accrued investment income	10,669	10,561
	<u>51,483</u>	<u>29,932</u>

11. CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Amounts due under finance lease	8,352	-
Sundry Creditors	11,856	3,630
Paulsgrove Big Lottery funds (money held as agent)	29,648	72,584
Deferred GNN Income	15,000	15,000
	<u>64,856</u>	<u>91,214</u>

Deferred income balances relate to the Hampshire County Council funding and are recognised in full in the subsequent financial year.

12. CREDITORS AMOUNTS FALLING DUE IN MORE THAN ONE YEAR

	2022	2021
	£	£
Amounts due under finance lease	28,642	-
	<u>28,642</u>	<u>-</u>

13. ASSETS BY FUND

2022	Fixed assets		Current	Liabilities	Net
	Tangible	Investments	Assets		Assets
	£		£	£	£
General fund					
General fund	-	-	60,374	(52,151)	8,223
Designated funds					
Business Development fund		77,886	(8,867)	-	69,019
Investment for Income fund		1,036,049	(37)	-	1,036,012
	-	1,113,935	(8,904)	-	1,105,031
Restricted funds					
GNN	-	-	58,962	(4,353)	54,609
ASC	-	-	10,951	-	10,951
GOTO	58,264	-	27,707	(36,994)	48,977
	58,264	-	97,620	(41,347)	114,537
Total Funds at 31st December 2022	58,264	1,113,935	149,090	(93,498)	1,227,791

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2022**13. ASSETS BY FUND (continued)**

2021	Investment Assets £	Current Assets £	Current Liabilities £	Net Assets £
General fund				
General fund	500	84,643	(76,176)	8,967
Designated funds				
Business Development fund	88,226	(6,942)	-	81,284
Investment for Income fund	1,173,663	(37)	-	1,173,626
	1,261,889	(6,979)	-	1,254,910
Restricted funds				
GNN	-	69,706	(15,038)	54,668
ASC	-	18,659	-	18,659
	-	88,365	(15,038)	73,327
Total Funds at 31st December 2021	1,262,389	166,029	(91,214)	1,337,204

Description of Funds:**General Fund**

These funds are unrestricted and to be used for the furtherance of the charitable objectives of the PDCSR as detailed on page 1 of the annual report.

Business Development Fund

This fund arose from the sale of a piece of land in 2012 at which point the trustees agreed that this windfall should be used specifically to support new projects and each year since then has been utilised for such activities under the direction of the board.

Investment for Income Fund

These funds were designated by the trustees in 2015 to generate income to support the continued operations of PDCSR.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2022

13. ASSETS BY FUND (continued)

GNN Fund

These are the funds received from external sources and restricted for the sole purpose of supporting the activities of the Good Neighbours Network, Hampshire.

ASC Fund

These are funds managed by All Saints Counselling service from donations for counselling sessions offered by the volunteer counsellors and contribute to the running costs and expenses of the service. They are restricted within PDCSR as solely for the use of ASC.

GOTO Fund

These are the funds received from external sources and restricted for the sole purpose of supporting the activities of the Communities Tackling Loneliness with Transport project. This is a Department for Transport funded grant.

14. RELATED PARTY TRANSACTIONS

The Portsmouth Diocesan Board of Finance (PDBF) is a related party with shared trustees with PDCSR. PDBF is the direct employer of some of the PDCSR staff and payment was made to it in respect of these costs of £134,450 (2021: £119,269). At the end of the year, PDCSR owed PDBF £8,361 (2021: £119) The PDBF has also supported the work of the PDCSR for several years and in 2022 provided office space for the use of PDCSR.

15. AMOUNTS DUE UNDER FINANCE LEASE

	2022 £	2021 £
Due within one year	8,352	-
Due in 2-5 years	28,642	-
	<u>36,994</u>	<u>-</u>

16. FUNDS HELD AS AGENT

	At 1st January 2022 £	Income £	Expenditure £	At 31st December 2022 £
Paulsgrove Project	72,584	7,205	(50,141)	29,648
	<u>72,584</u>	<u>7,205</u>	<u>(50,141)</u>	<u>29,648</u>

	At 1st January 2021 £	Income £	Expenditure £	At 31st December 2021 £
Paulsgrove Project	71,032	27,974	(26,422)	72,584
	<u>71,032</u>	<u>27,974</u>	<u>(26,422)</u>	<u>72,584</u>

The above funds are held as agent and included within creditors.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2022

17. STATEMENT OF FINANCIAL ACTIVITIES PRIOR YEAR

	Note	General fund £	Designated funds £	Restricted fund £	Total funds 2021 £
Incoming and endowments from:					
Donations	2	-	-	139,547	139,547
Charitable Activities	3	31,878	-	725	32,603
Investment income	4	40,034	2,263	-	42,297
Total income		<u>71,912</u>	<u>2,263</u>	<u>140,272</u>	<u>214,447</u>
Expenditure on:					
Charitable activities	5	89,860	6,000	96,451	192,311
Total expenditure		<u>89,860</u>	<u>6,000</u>	<u>96,451</u>	<u>192,311</u>
Net (expenditure)/income before transfers		(17,948)	(3,737)	43,821	22,136
Transfers between funds	6	22,203	(3,491)	(18,712)	-
Other recognised gains					
Unrealised investment gains		-	158,167	-	158,167
Net movement in funds	7	4,255	150,939	25,109	180,303
Total funds at 1 January		4,712	1,103,971	48,218	1,156,901
Total funds at 31 December		<u>8,967</u>	<u>1,254,910</u>	<u>73,327</u>	<u>1,337,204</u>

Accounts

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR END 31ST DECEMBER 2021

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Company number - 7717141

Registered charity number – 1145162

Our brands:



Working with:



Hampshire
County Council



Affiliated to:



www.csrnet.org.uk

Contents

TRUSTEES REPORT	1-7
INDEPENDENT EXAMINERS REPORT	8
STATEMENT OF FINANCIAL ACTIVITIES	9
BALANCE SHEET	10
STATEMENT OF CASHFLOWS	11
NOTES TO THE FINANCIAL STATEMENTS.....	12-20

TRUSTEES REPORT (INCLUDING DIRECTORS REPORT)

The Trustees, who are also Directors for the purposes of company law, present their annual report, together with the unaudited financial statements, for the year ended 31 December 2021. The directors/trustees are one and the same and in signing as trustees they are also signing the report in their capacity as directors. This combined report satisfies the legal requirements for:

- a Directors' Report of a charitable company, and
- a Trustees Annual Report under the Charities Act 2011

OBJECTIVES AND ACTIVITIES

Portsmouth Diocesan Council for Social Responsibility (PDCSR) is a registered charity and incorporated at Companies House. Its charitable objects, part of the Memorandum and Articles of Association, include: the advancement of charitable purposes for the public benefit; education and training for people to undertake voluntary work for community benefit; the promotion of research into the moral and social welfare needs of the community; community capacity building for the relief of need including the provision of counselling; and the provision of information, advice, instruction and other services in any Diocese of the Church of England.

STRATEGIC AIMS

PDCSR's overall aim for the development, renewal and flourishing of local communities continued in 2021 despite the challenges of Covid but it did mean working in new ways and establishing some potential new directions that will be more sustainable in the future highly challenging funding environment.

The directors are confident (having had regard to Charity Commission guidance) that the Charity delivers public benefit through carrying out its aims and business strategies.

ACTIVITIES AND ACHIEVEMENTS IN THE YEAR

In 2021, the impacts of Covid and lockdown continued to be felt widely across the region and the country. PDCSR continued to support the recovery particularly through the work of the Good Neighbours Network and All Saints Counselling service while other core work such as the Paulsgrove project had to be paused until engagement programmes became possible again and people felt safe to attend.

PDCSR Governance

The PDCSR board is now completely separate to and independent of the Portsmouth Diocesan Board of Finance. The new board met 5 times during the year entirely on Zoom. Officers now report directly to the board.

Canon Nick Ralph's time is shared 50% with the Launchpad Social Enterprise (LSE) in the Winchester Diocese. Over 2021, collaborations with Winchester included Good Neighbours, and LSE's work around Church-based Early Years support in parishes.

SOCIAL ACTION

Good Neighbours Network (GNN)

www.goodneighbours.org.uk

The Good Neighbours Network provided essential services to GN groups and their communities as people continued to experience the impact of Covid both personally and in its impact on local services. With GPs conducting many more consultations online or on the telephone, there were fewer journeys taking people to

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Annual Report and Accounts for the year ended 31 December 2021

GP surgeries but there were many more to vaccination centres and for befriending which moved on-line. Social activities were largely impossible. It is clear that there has been a marked increase in loneliness across all ages as well as in frailty for the older generations along with a corresponding decrease in some people's self-confidence. It will be some time before those people will feel able to mix with others again, and for a few they will never return to pre-pandemic levels of engagement.

Resources cafés continued online and more of the work was undertaken remotely as staff worked largely from home. The Good Neighbours Network team and GN groups worked extremely hard and rose to the challenges that faced them. Groups that had previously closed temporarily began to re-open. Some of those that never shut thrived and recruited in one case 150 new volunteers and in another 60.



The work of the Network is funded by Hampshire County Council (HCC) and the five NHS Clinical Commissioning Groups in Hampshire. Their continued support highlights the value they attach to the work done by our team and the front-line groups. It was

particularly apparent during Covid how important these local voluntary groups are to a well-functioning community.

The challenging funding environment for local government has continued and the county council grant cuts previously advised were implemented in 2021, representing a reduction in grant of £40,000. The necessary restructuring had already been carried out at the end of 2020 but in addition to this the PDCSR board commissioned work to help guide future funding possibilities and what structures might be necessary to facilitate GNN's long term sustainability.

All Saints Counselling service (ASC)

www.allsaintscounselling.org.uk

ASC is a volunteer-led counselling service, originally established over 25 years ago, based in inner city Portsmouth, with the aim of offering low cost/affordable counselling, both short and long term for people living in and around the Portsmouth Diocesan area. All counsellors are qualified to diploma or degree level and receive ongoing training and regular clinical supervision. The service also offers supervised placements to trainee counsellors.

In the past 12 months it has operated with 10 qualified counsellors, 4 trainees at different levels of qualification, 5 supervisors and assessed 51 potential new client applications. Throughout the year the service provided approximately 550 counselling sessions working within the appropriate protocols and restrictions imposed by the Covid -19 pandemic and to BACP (British Association for Counselling and Psychotherapy) guidelines. Due to Covid 19 there was limited face-to-face counselling, this gradually increased during the year as restrictions were relaxed, with the service offering the option for clients and counsellors to work face-to-face or remotely.

**ALL SAINTS
COUNSELLING
SERVICE**

The counselling service is a vital resource for local people. Many clients are unemployed, on low incomes or have very little disposable income. Issues covered have included anxiety, depression, loss and working with difficult past experiences. Much of the area covered by the counselling service is within the top 10% most deprived in the UK.

SOCIAL ENGAGEMENT

rapid development programme (rdp)

www.rapiddevelopment.org.uk

rdp is largely an engagement programme based on face-to-face workshops and while many parishes are anxious to re-engage with their communities, the format and structure of the approach did not lend itself to this method of delivery in 2021. We have therefore begun to develop it in ways in which it can be delivered by others but

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Annual Report and Accounts for the year ended 31 December 2021

that work is ongoing. There was one face-to-face programme with two workshops which was delivered in Romford, London, bringing to 27 the number of parishes which have been through the programme.

We have incorporated into our programmes the insights gained from Experian's MOSAIC database and that information has proved enduringly popular with parishes.

SOCIAL TRANSFORMATION

Leadership and Innovation

No trips or training programmes were possible in 2021 although expressions of interest have been received from several quarters from people interested in working with our partners at the Kaospilots in Aarhus, Denmark.

Working with Portsmouth Cathedral Institute, PDCSR supported a Covid Ethics day conference in Sept 2021 with speakers including Prof Sir Jonathan Montgomery, Prof Graeme Smith and Dame Claire Moriarty. This developed out of involvement in an NHS Covid Ethics committee for the Hampshire and IOW.

SOCIAL BUSINESS

The Paulsgrove Lottery funded project now has a brand name 'St M's Events'. This was a difficult year for an events based delivery programme, however, it was acknowledged that it was important to maintain the well-won connections with the local community. In response to this and other local issues we developed a six week food poverty project called Meatball Mondays that provided homemade take-out food FREE for locals every Monday. We also then used this project as an opportunity to do some vital post Covid engagement with the community to inform next steps for recovery.

FUTURE PLANS

2021 was a year for careful management as grant income dropped as well as preparation for new approaches by investment in new thinking to help PDCSR become more sustainable and less dependent on particular large grants.

PDCSR's Vision

PDCSR's Vision is for the development, renewal and flourishing of local communities, building the kingdom of God. This will be done in a positive partnership with local Anglican communities and key aligned allies, through generous acts of transformative investment and action, in socially, financially and environmentally sustainable ways for the common good.

PDCSR's Values

Our values are based on a strong social vision – living the gospel – in which we work alongside (with) local communities; identifying new opportunities; joining in with what God is already doing; co-designing and working out what will resonate and transform them for the good of all, developing new relationships based on local Anglican communities. PDCSR will encourage change, challenge the status quo, and aim to do so with fun, creativity, passion, energy and commitment.

PDCSR's Mission

PDCSR will achieve its vision by offering targeted encouragement, coaching, infrastructure, investment and other resources to aid active local Anglican, and wider, communities, to achieve this vision through social action, social engagement, social business and social transformation.

FINANCIAL REVIEW

Financial Performance

The accounts show the unrestricted General Fund with a net surplus of £4,255 (2020: £1,713 deficit) after transfers and revaluations. Fund transfers include: investment interest income to the general fund of £2,263; the PDCSR share of the Paulsgrove costs from the development fund of £1,228; and GNN management charges and hire of space totalling £18,712 transferred from the restricted to general fund. There were revaluation gains of £158,167 (2020: £18,137) on the financial investments; a significant increase as the value of financial investments began to recover.

GNNs funds show a surplus of £18,964 (2020: £4,893 deficit). The grants themselves come in at different times, and for the funders relate to a year from April – March. Due to underspends in previous years, a surplus had built up, kept in a GNN restricted fund (also for covering liabilities) and they need to be used to maintain the service. The surplus in the current year was partly generated through having fewer staff but it will enable the service to continue when funding reduces again in April 2023.

ASC funds show a balance of £18,658 (2020: £12,513). The increase in the year is largely due to the receipt of £7,600 from the All Churches Trust Hope Beyond Grant.

Balance sheet position

The Trustees consider that the balance sheet together with details in note 11 show broadly that the assets are held in an appropriate mix of investment and current assets given the purposes for which the funds are held. The net assets at the balance sheet date totalled £1,337,204 (2020: £1,156,901).

Reserves policy

Free reserves

Having considered financial risk, liquidity requirements and the timing of cash flows throughout the year, the Trustees' policy is to hold a very small balance of readily realisable assets in the general fund in order to maximise the income derived from investments. The financial risks of this policy are negligible since the largest expense is the reimbursement of costs to the Portsmouth DBF and the timing of such payments are controllable.

Designated funds

The Trustees may, with the approval of the board, designate additional unrestricted reserves to be retained for an agreed purpose where this is considered to be prudent. Such designated reserves are reviewed on an annual basis and returned to the general fund in the event that the purpose of their designation is no longer considered to be adequate justification for their retention. Funds currently designated within the PDCSR accounts are the Business Development fund of £81,284 (2020: £77,421) and the Investment for Income fund of £1,173,626 (2020: £1,026,550).

Investment policy

PDCSR has the power to:

- Purchase, take on lease or in exchange, hire or otherwise acquire any real or personal property and any rights or privileges required for the purposes of the Council
- Sell, let, mortgage, dispose of or turn into account all or any of the property and funds of the Council
- Undertake, execute, and manage any charitable trusts which may lawfully be accepted by the Council
- Raise or borrow money for the purposes of the Council on such terms and on such security as shall be thought fit.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Annual Report and Accounts for the year ended 31 December 2021

The directors continue to be guided in their investment decisions by the Investment Advisory Group of the Portsmouth Diocesan Board of Finance. The portfolio as a whole experienced a rise in market values of 14.32% (2020: 1.67%) with increases across all fund types. Thanks to the investments in the property fund an income yield of 3.83% (2020: 3.69%) was achieved giving an overall total return of 18.15% (2020: 5.36%).

The PDCSR board has agreed to change the basis on which it assesses its investment returns to a new system known as Total Return on Investment. This will more readily allow some of the surplus capital that has accrued through investment performance, to be utilised in the delivery of the work, as well as the direct income.

PRINCIPAL RISKS AND UNCERTAINTIES

The directors have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable periodic reports to be produced so that the necessary steps can be taken to lessen these risks.

The principal risk for PDCSR would be the loss of a major grant or contract. As these are governed by clear rules, and notice periods the risk of that happening unexpectedly is remote. Reserves have been set aside to cover any liabilities that might result.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

PDCSR is a Registered Charity (no.1145162), and a Company limited by guarantee, (Company no. 7717141). It was incorporated on 25th July 2011 and operates under a Memorandum and Articles of Association altered pursuant to Special Resolution on the 7th day of September 2011 and 11th day of December 2019. The Trustees, who were directors for the purpose of company law, who served during the year are set out on page 7. Members of the charitable company guarantee an amount not exceeding £1 to the assets of the charitable company in the event of winding up.

The Portsmouth Diocesan Council for Social Responsibility (PDCSR) is an independent charity based at the Diocese of Portsmouth that seeks to facilitate sustainable and innovative approaches to locally based social action, especially, though not exclusively, at the parish level in South-East Hampshire, Portsmouth, and the Isle of Wight, and beyond. It works with people of all faiths and none without preference or prejudice and is committed to working in a fully inclusive way. The Bishop of Portsmouth appoints the chief officer, the Director of Social Enterprise and Engagement. He is currently an ordained member of the Diocesan staff. The staff responsible for working with the Council in bringing its policy and plans to life are:

Director of Social Enterprise and Engagement – The Revd Canon Nick Ralph
Assistant Director of Social Enterprise and Engagement – Gambol Parker
Good Neighbours Network Leader – Karen Jordan
Good Neighbours Network Support Adviser – Nicky Dodd (until Oct 2021)

The DSEE is on a permanent 50% secondment to the Launchpad Social Enterprise in a positive partnership with the Diocese of Winchester. He is also a residentiary canon at Portsmouth Cathedral.

Decision making structure

The Directors are responsible for strategy, financial management and all major decisions. Oversight of day to day detailed work and management of the charity's activities is undertaken by the senior staff listed on page 7 of this report.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Annual Report and Accounts for the year ended 31 December 2021

Trustee recruitment, selection and induction

Trustees are given induction at the outset of the triennium and at other times as appropriate. They are also informed before seeking membership and, at all other relevant times, of the role and function of the Directors. Some staff hold the title of 'Director', but this relates to their function within the organisation and has no legal meaning within the terminology associated with the Companies Act. All Trustees are required to maintain their entry in the record of declarations of interest and loyalty and this is a standing item on the agenda of Directors' meetings as is safeguarding.

Delegation of day to day delivery

The Trustees rely upon the Director of Social Enterprise and Engagement, and his colleagues for the delivery of the day-to-day activities of the company and the Portsmouth Diocesan Board of Finance acts as agent for PDCSR for employment, finance and administrative matters.

TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees (as Directors) to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the PDCSR and of the surplus or deficit of the PDCSR for that period.

In preparing these financial statements the Trustees are required to:

- Select suitable accounting policies and apply them consistently
- Observe methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue in operation

The Trustees are also responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the PDCSR and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the PDCSR and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included in the PDCSR's website. Legislation in England/Wales governing the preparation and dissemination of financial statements and other information included in Annual Reports may differ from legislation in other jurisdictions.

Indemnity insurance is maintained to protect the charity and indemnify Trustees, Officers and Staff against the consequences of any neglect or default on their part.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Annual Report and Accounts for the year ended 31 December 2021

ADMINISTRATIVE DETAILS

President: The Bishop of Portsmouth

Trustees

No Trustee had any beneficial interest in the company during 2021. The following are the Trustees who served at any time during 2021 up to the date of this report:

Chairman: Professor Sir Jonathan Montgomery

Other Trustees: The Revd Dr Paul Chamberlain
Mrs Lucy Docherty (resigned 20/09/2021)
Mrs Victoria James
Mr Edward Phillips
Canon Andrew Robinson (resigned 31/10/2021)
Mr Jonathan Smith
Mr Robert Solomon
Mrs Nicola Youern

Company Secretary The Revd Canon Nicholas Ralph (non trustee)

Senior staff and advisers

Director of Social Enterprise and Engagement

The Revd Canon Nicholas Ralph

Assistant Director of Social Enterprise and Engagement

Gambol Parker

Registered Office: Diocesan Office, Peninsular House, Wharf Road, Portsmouth, PO2 8HB

Bankers : Barclays PLC, PO Box 165, Crawley, RH10 1YX

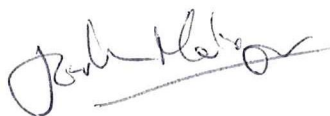
Independent Examiner: Jones Avens, 53 Kent Road, Southsea, Portsmouth PO5 3HU

Solicitors: Messrs Brutton & Co, West End House, 288 West Street, Fareham, PO16 0AJ

Investment advisers: Investment Advisory Group, Diocese of Portsmouth and,
CCLA, Senator House, 85 Queen Victoria Street, London EC4V 4ET

In approving this Trustees' Report, the Trustees are also approving the Trustees report (including Directors report) included on pages 1 - 7 within their capacity as company directors.

ON BEHALF OF THE TRUSTEES



Professor Sir Jonathan Montgomery
Chairman

Date: 5/7/2022



The Revd Canon Nicholas Robert Ralph
Company secretary

Date: 5/7/22

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Independent Examiners Report to the Trustees of Portsmouth Diocesan Council for Social Responsibility for the year ended 31 December 2021

I report to the trustees on my examination of the financial statements of Portsmouth Diocesan Council for Social Responsibility (the charity) for the year ended 31 December 2021.

Responsibilities and basis of report

As the trustees' of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination. I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2001 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no 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 386 of the Act; or
2. The financial statements do not accord with those records; or
3. The financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. The financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 financial statements to be reached.



TIMOTHY MILLETT FCA
Jones Avens Limited
53 Kent Road
Southsea
Hampshire
PO5 3HU

Dated: 07.07.2022

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT for the year ended 31 December 2021

	Note	General fund £	Designated funds £	Restricted fund £	Total funds 2021 £	Total funds 2020 £
Incoming and endowments from:						
Donations	2	-	-	139,547	139,547	158,026
Charitable Activities	3	31,878	-	725	32,603	30,856
Investment income	4	40,034	2,263	-	42,297	40,443
		71,912	2,263	140,272	214,447	229,325
Expenditure on:						
Charitable activities	5	89,860	6,000	96,451	192,311	228,345
		89,860	6,000	96,451	192,311	228,345
Net income/(expenditure) before transfers		(17,948)	(3,737)	43,821	22,136	980
Transfers between funds	6	22,203	(3,491)	(18,712)	-	-
Other recognised gains						
Unrealised investment gains		-	158,167	-	158,167	18,137
Net movement in funds	7	4,255	150,939	25,109	180,303	19,117
Total funds at 1 January		4,712	1,103,971	48,218	1,156,901	1,137,784
Total funds at 31 December		8,967	1,254,910	73,327	1,337,204	1,156,901

All amounts derive from continuing activities. The statement of financial activities incorporates an income and expenditure account for the purposes of the Companies Act 2006.

The comparative data for year ended 31 December 2020 is included in note 13.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

BALANCE SHEET as at 31 December 2021

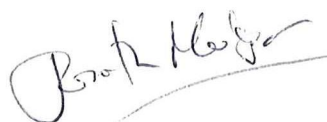
	Note	2021 £	2020 £
Fixed Assets			
Investments	8	<u>1,262,389</u>	<u>1,104,222</u>
		1,262,389	1,104,222
Current Assets			
Debtors	9	29,932	30,484
Cash on deposit		38,310	36,058
Cash at bank and in hand		<u>97,787</u>	<u>73,440</u>
		166,029	139,982
Creditors: amounts falling due within one year	10	91,214	87,303
Net current assets		<u>74,815</u>	<u>52,679</u>
Total assets less current liabilities		<u><u>1,337,204</u></u>	<u><u>1,156,901</u></u>
The funds of the charity:			
General fund		8,967	4,712
Designated funds		1,254,910	1,103,971
Restricted income funds		73,327	48,218
Total funds	11	<u><u>1,337,204</u></u>	<u><u>1,156,901</u></u>

The accounting policies and notes on pages 12-20 form an integral part of these accounts.

For the year ended 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476. The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the Board and authorised for issue on 5th July 2022 and signed on its behalf by



Professor Sir Jonathan Montgomery
Chair



The Revd Canon Nicholas Robert Ralph
Company Secretary

Company number - 7717141

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

STATEMENT OF CASHFLOWS for the year ended 31 December 2021

	2021	2020
	£	£
Net cash outflow from operating activities	(15,698)	(78,906)
Cash flows from investing activities		
Dividends, interest and rent from investments	<u>42,297</u>	<u>40,443</u>
Net cash provided by investing activities	42,297	40,443
Change in cash and cash equivalents in the reporting period	26,599	(38,463)
Cash and cash equivalents at 1 January	109,498	147,961
Cash and cash equivalents at 31 December	<u>136,097</u>	<u>109,498</u>
Reconciliation of net income to net cash flow from operating activities		
	<u>2021</u>	<u>2020</u>
Net income for the year ended 31 December	180,303	19,118
Adjustments for:		
Gains on investments	(158,167)	(18,137)
Dividends, interest and rent from investments	(42,297)	(40,443)
Decrease in operating debtors	552	7,019
(Decrease)/Increase in operating creditors	3,911	(46,463)
Net cash used by operating activities	<u>(15,698)</u>	<u>(78,906)</u>
Analysis of cash and cash equivalents		
Cash at bank and in hand	97,787	73,440
Cash on deposit	<u>38,310</u>	<u>36,058</u>
	<u>136,097</u>	<u>109,498</u>

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Portsmouth Diocesan Council for Social Responsibility is a company limited by guarantee, incorporated in England and Wales. The registered office is Diocesan Office, Peninsular House, Wharf Road, Portsmouth, PO2 8HB.

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS102") and the Charities SORP "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). The charity is a public benefit entity as defined by FRS102.

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

The financial statements have been prepared under the historical cost convention, with the exception of quoted fixed asset investments, which are included at their market value at the balance sheet date.

The principal accounting policies and estimation techniques are as follows:

a) Income

All income is included in the Statement of Financial Activities (SOFA) when the PDCSR is legally entitled to it as income or capital respectively, ultimate receipt is probable and the amount to be recognised can be quantified with reasonable accuracy.

Income from investments includes all dividends on securities for which the date of payment falls within the period. Investment income includes tax recoverable thereon.

Grants are accounted for on a receivable basis with the exception of the funding restricted for the GNN activities where they are time-apportioned to align on a quarterly basis with the costs towards which they are contributing.

b) Expenditure

Expenditure is included on the accruals basis and has been classified under headings that aggregate all costs related to the Statement of Financial Activity category.

c) Fund balances

Fund Balances are split between unrestricted (general and designated) and restricted funds.

- **General funds** are the unrestricted funds that are freely available for any purpose within the charitable company's objects and which the PDCSR intends to use for its general purposes.
- **Designated funds** are set aside out of unrestricted funds by the PDCSR for a purpose specified by the Trustees.
- **Restricted funds** are income funds subject to conditions imposed by the donor as specific terms of trust, or else by legal measure.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021

1. ACCOUNTING POLICIES (continued)

- d) **Financial instruments** are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument. The charity only has financial assets and liabilities which qualify as basic financial instruments.
- e) **Fixed asset investments** excluding unquoted investments are included in the balance sheet at bid value and the gain or loss taken to the Statement of Financial Activities. Unquoted investments are included at cost.
- f) **Going concern** The Trustees have a reasonable expectation that the charity has adequate resources to meet its liabilities as they fall due for the foreseeable future. The trustees consider that there are no material uncertainties that may cast doubt on the charity's ability to continue as a going concern and they therefore continue to prepare the financial statements on the going concern basis.

2. INCOMING RESOURCES

2021	General fund £	Designated funds £	Restricted funds £	Total funds 2021 £
Donations				
Hampshire County Council	-	-	66,250	66,250
NHS	-	-	47,184	47,184
Other grants & donations	-	-	26,113	26,113
	-	-	139,547	139,547

2020	General fund £	Designated funds £	Restricted fund £	Total funds 2020 £
Donations				
Hampshire County Council	-	-	88,750	88,750
NHS	-	-	47,184	47,184
Other grants & donations	-	-	22,092	22,092
	-	-	158,026	158,026

3. CHARITABLE ACTIVITIES

2021	General fund £	Designated funds £	Restricted funds £	Total funds 2021 £
Activity Income	31,878	-	-	31,878
Sundry Income	-	-	725	725
	31,878	-	725	32,603

2020	General fund £	Designated funds £	Restricted funds £	Total funds 2020 £
Activity Income	30,131	-	-	30,131
Sundry Income	-	-	725	725
	30,131	-	725	30,856

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021

4. INVESTMENT INCOME

2021	General fund £	Designated funds £	Restricted fund £	Total funds 2021 £
CBF Deposit Interest	19	-	-	19
CBF Investment fund	16,775	2,263	-	19,038
CBF Property fund	23,240	-	-	23,240
	40,034	2,263	-	42,297

2020	General fund £	Designated funds £	Restricted fund £	Total funds 2020 £
CBF Deposit Interest	334	28	1	363
CBF Investment fund	15,762	2,720	-	18,482
CBF Property fund	21,598	-	-	21,598
	37,694	2,748	1	40,443

5. EXPENDITURE ON CHARITABLE ACTIVITIES

2021	General fund £	Designated funds £	Restricted funds £	Total funds 2021 £
Special Publications	117	-	3,340	3,457
Other Activity costs	6,605	6,000	17,284	29,889
Staff costs	80,129	-	61,569	141,698
Other staff expenses	1,563	-	289	1,852
Office support costs	282	-	10,925	11,207
Independent examiner's costs	1,152	-	-	1,152
Legal Costs	12	-	3,044	3,056
	89,860	6,000	96,451	192,311

2020	General fund £	Designated funds £	Restricted fund £	Total funds 2020 £
Special Publications	312	-	1,388	1,700
Other Activity costs	7,266	-	32,492	39,758
Staff costs	82,544	-	89,002	171,546
Office support costs	1,753	-	9,274	11,027
Independent examiner's costs	1,168	-	-	1,168
Legal Costs	-	-	3,146	3,146
	93,043	-	135,302	228,345

Staff Costs

All staff are employed by the Portsmouth Diocesan Board of Finance on behalf of the PDCSR.

At the end of 2021 there were 3.90 fte (2020: 4.08).

The trustees received no expenses during the year (2020: £Nil).

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021

5. EXPENDITURE ON CHARITABLE ACTIVITIES (continued)

Remuneration of Key Management Personnel

Key management personnel are deemed to be those having authority and responsibility delegated to them by the trustees, for planning, directing and controlling the activities of the organisations.

Remuneration, employers NI, pension contributions and expenses amounted to £26,905 (2020: £31,050).

6. ANALYSIS OF TRANSFERS BETWEEN FUNDS

	General fund £	Designated funds £	Restricted funds £	Total funds 2021 £
2021				
Authorised transfer from Investment for Income fund	2,263	(2,263)	-	-
For PDCSR share of Paulsgrove project costs	1,228	(1,228)	-	-
GNN management Fee	10,312	-	(10,312)	-
GNN office space	8,400	-	(8,400)	-
	<u>22,203</u>	<u>(3,491)</u>	<u>(18,712)</u>	<u>-</u>

	General fund £	Designated funds £	Restricted funds £	Total funds 2020 £
2020				
Authorised transfer from Investment for Income fund	2,748	(2,748)	-	-
GNN management fee	12,358	-	(12,358)	-
GNN office space	8,400	-	(8,400)	-
	<u>23,506</u>	<u>(2,748)</u>	<u>(20,758)</u>	<u>-</u>

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021

7. MOVEMENT OF FUNDS

	At 1st January 2021 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	At 31st December 2021 £
General fund						
General Fund	4,712	71,912	(89,860)	22,203	-	8,967
Designated funds						
Business Development	77,421	2,263	(6,000)	(3,491)	11,091	81,284
Investment for Income	1,026,550	-	-	-	147,076	1,173,626
	1,103,971	2,263	(6,000)	(3,491)	158,167	1,254,910
Restricted						
GNN	35,705	125,569	(87,893)	(18,712)	-	54,669
ASC	12,513	14,703	(8,558)	-	-	18,658
	48,218	140,272	(96,451)	(18,712)	-	73,327
Total Funds	1,156,901	214,447	(192,311)	-	158,167	1,337,204

	At 1st January 2020 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	At 31st December 2020 £
General fund						
General Fund	6,425	67,825	(93,044)	23,506	-	4,712
Designated funds						
Business Development	72,439	2,748	-	(2,748)	4,982	77,421
Investment for Income	1,013,395	-	-	-	13,155	1,026,550
	1,085,834	2,748	-	(2,748)	18,137	1,103,971
Restricted						
GNN	40,598	147,256	(131,391)	(20,758)	-	35,705
ASC	4,927	11,496	(3,910)	-	-	12,513
	45,525	158,752	(135,301)	(20,758)	-	48,218
Total Funds	1,137,784	229,325	(228,345)	-	18,137	1,156,901

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021

8. INVESTMENTS

	At 1st January 2021 £	Additions £	Disposals £	Change in Market Value £	At 31st December 2021 £
Unquoted investment	500	-	-	-	500
General Fund	500	-	-	-	500
CBF Property fund	454,841	-	-	64,865	519,706
CBF Investment fund units	648,881	-	-	93,302	742,183
Designated Funds	1,103,722	-	-	158,167	1,261,889
Total Funds	1,104,222	-	-	158,167	1,262,389

	At 1st January 2020 £	Additions £	Disposals £	Change in Market Value £	At 31st December 2020 £
Unquoted investment	500	-	-	-	500
General Fund	500	-	-	-	500
CBF Property fund	478,617	-	-	(23,776)	454,841
CBF Investment fund units	606,968	-	-	41,913	648,881
Designated Funds	1,085,585	-	-	18,137	1,103,722
Total Funds	1,086,085	-	-	18,137	1,104,222

9. DEBTORS

	2021 £	2020 £
Sundry Debtors	19,371	20,565
Accrued investment income	10,561	9,919
	<u>29,932</u>	<u>30,484</u>

10. CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Sundry Creditors	3,630	6,285
Paulsgrove Big Lottery funds (money held as agent)	72,584	59,768
Deferred GNN Income	15,000	21,250
	<u>91,214</u>	<u>87,303</u>

Deferred income balances relate to the Hampshire County Council funding and are recognised in full in the subsequent financial year.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021

11. ASSETS BY FUND

2021	Investment Assets £	Current Assets £	Current Liabilities £	Net Assets £
General fund				
General fund	500	84,643	(76,176)	8,967
Designated funds				
Business Development fund	88,226	(6,942)	-	81,284
Investment for Income fund	1,173,663	(37)	-	1,173,626
	1,261,889	(6,979)	-	1,254,910
Restricted funds				
GNN	-	69,706	(15,038)	54,668
ASC	-	18,659	-	18,659
	-	88,365	(15,038)	73,327
Total Funds at 31st December 2021	1,262,389	166,029	(91,214)	1,337,204
2020	Investment Assets £	Current Assets £	Current Liabilities £	Net Assets £
General fund				
General fund	500	70,265	(66,053)	4,712
Designated funds				
Business Development fund	77,134	287	-	77,421
Investment for Income fund	1,026,588	(38)	-	1,026,550
	1,103,722	249	-	1,103,971
Restricted funds				
GNN	-	56,954	(21,250)	35,704
ASC	-	12,514	-	12,514
	-	69,468	(21,250)	48,218
Total Funds at 31st December 2020	1,104,222	139,982	(87,303)	1,156,901

Description of Funds:

General Fund

These funds are unrestricted and to be used for the furtherance of the charitable objectives of the PDCSR as detailed on page 1 of the annual report.

Business Development Fund

This fund arose from the sale of a piece of land in 2012 at which point the trustees agreed that this windfall should be used specifically to support new projects and each year since then has been utilised for such activities under the direction of the board.

Investment for Income Fund

These funds were designated by the trustees in 2015 to generate income to support the continued operations of PDCSR.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021

11. ASSETS BY FUND (continued)

GNN Fund

These are the funds received from external sources and restricted for the sole purpose of supporting the activities of the Good Neighbours Network, Hampshire.

ASC Fund

These are funds managed by All Saints Counselling service from donations for counselling sessions offered by the volunteer counsellors and contribute to the running costs and expenses of the service. They are restricted within PDCSR as solely for the use of ASC.

12. RELATED PARTY TRANSACTIONS

The Portsmouth Diocesan Board of Finance (PDBF) is the direct employer of all PDCSR staff and payment was made to it in respect of these costs of £119,269 (2020: £103,707). The PDBF has also supported the work of the PDCSR for several years and in 2021 provided office space for the use of PDCSR.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021

13. STATEMENT OF FINANCIAL ACTIVITIES PRIOR YEAR

	Note	General fund £	Designated funds £	Restricted fund £	Total funds 2020 £
Income and endowments from:					
Donations	2	-	-	158,026	158,026
Charitable Activities	3	30,131	-	725	30,856
Investment income	4	37,694	2,748	1	40,443
		<u>67,825</u>	<u>2,748</u>	<u>158,752</u>	<u>229,325</u>
Expenditure on:					
Charitable activities	5	93,043	-	135,302	228,345
		<u>93,043</u>	<u>-</u>	<u>135,302</u>	<u>228,345</u>
Net income/(expenditure) before transfers		(25,218)	2,748	23,450	980
Transfers between funds	6	23,506	(2,748)	(20,758)	-
Other recognised gains/(losses)					
Unrealised investment gains		-	18,137	-	18,137
Net movement in funds	7	(1,712)	18,137	2,692	19,117
Total funds at 1 January		6,424	1,085,834	45,526	1,137,784
Total funds at 31 December		<u>4,712</u>	<u>1,103,971</u>	<u>48,218</u>	<u>1,156,901</u>

Accounts



ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 December 2020

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY

Company number - 7717141

Registered charity number – 1145162

Our brands:



**ALL SAINTS
COUNSELLING
SERVICE**

Working with:



**Hampshire
County Council**



Affiliated to:



www.csrnet.org.uk

Contents

Annual Report

Legal Objects	1
Strategic Aims	1
Activities and Achievements in the year	1
Future plans	4
Financial review	4
Principal risks and uncertainties	5
Structure and Governance	6
Trustees Responsibilities	7
Administrative details	8
Independent Examiners Report	9
Statement of Financial Activities	10
Balance Sheet	11
Cashflow Statement	12
Notes to the Financial Statements	13 - 20

TRUSTEE'S REPORT

The Trustees, who are also Directors for the purposes of company law, present their annual report, together with the audited financial statements, for the year ended 31 December 2020.

The directors/trustees are one and the same and in signing as trustees they are also signing the report sections in their capacity as directors.

This combined report satisfies the legal requirements for:

- a Directors Report of a charitable company,
- a Trustees Annual Report under the Charities Act 2011

LEGAL OBJECTS

PDCSR is a registered charity and incorporated at Companies House. Its charitable objects, part of the Memorandum and Articles of Association, include: the advancement of charitable purposes for the public benefit; education and training for people to undertake voluntary work for community benefit; the promotion of research into the moral and social welfare needs of the community; community capacity building for the relief of need including the provision of counselling; and the provision of information, advice, instruction and other services in any Diocese of the Church of England.

STRATEGIC AIMS

In 2020 CSR continued the direction set in its business strategy as new governance arrangements were set in place and consolidated on previous work. The overall aim continues to be:

1. To develop and promote wider engagement strategies with local Anglican communities in order to demonstrate impact, growth and resonance.
2. To support local socially enterprising and transforming activity, making engagement sustainable.

The directors are confident (having had regard to Charity Commission guidance) that the Charity delivers public benefit through carrying out these aims and business strategies.

ACTIVITIES AND ACHIEVEMENTS IN THE YEAR

2020 was a significantly challenging year due to the coronavirus – Covid-19 and it had a significant impact on all the work undertaken by the charity. Some staff were furloughed for a period under the government's support scheme. Staff were brought back as soon as possible and for much of the year deployed in support of the community response to Covid, especially in our Good Neighbours Network. Some work was paused completely.

CSR GOVERNANCE

The new board structure now means that the board is completely separate to and independent of the Portsmouth Diocesan Board of Finance where previously the two overlapped completely. The new board met 5 times during the year – in person in January and then entirely on zoom. Officers now report directly to the board.

SOCIAL ACTION

Good Neighbours Network (GNN) www.goodneighbours.org.uk

GNN is a unique Network based around the simple principle of local people looking after one another.

During 2020 Good Neighbours groups continued to provide essential services to their communities but they had to make the switch from business as usual to new ways of working that were safer and compliant with government guidance. Social activities were completely stopped but the number of tasks in support of people shielding etc, escalated during covid.

During the Spring lockdown between the end of March and June, GN groups completed over 44,000 tasks including shopping, prescription delivery, telephone befriending, hot meal deliveries and online classes and socials. One group delivered over 1,000 curries to their community. The Network continued to support groups with weekly email updates on the latest government advice, Covid risk assessments and DBS checks and advice. The Network also sourced and delivered over 550 masks for groups, were able to facilitate a direct supply of PPE to the groups from a local source, hosted zoom meetings for groups, distributed funding from a local funder for Covid related activities and were integral to the development of the volunteer guidelines produced by local public health officials.

There were many challenges during 2020 including managing group communication of ambiguous Covid 19 government advice, DBS checks for new volunteers who came forward during the lockdown, shopping – stockpiling and queues, over-70s volunteers not being allowed to drive, volunteers



isolating, group anxiety during the initial lockdown and the Network team reduction due to funding cuts. Nonetheless the Good Neighbours Network team and GN groups rose to the challenges and built stronger relationships through regular, transparent communication and mutual respect.

The work of the Network is funded by Hampshire County Council (HCC) and the five NHS Clinical Commissioning Groups in Hampshire. Their continued support highlights the value they attach to the work done by our team and the front-line groups. It was particularly apparent during covid how important these local voluntary groups are to a well-functioning community.

With the challenging funding environment for local government, and a reduction in one grant in 2020 that was planned 2 years ago, it was necessary to restructure GNN which involved making two part-time staff redundant. GNN has a Team Leader (Karen Jordan) in and one Network Support Adviser (Nicky Dodd).

SOCIAL ENGAGEMENT

rapid development programme (rdp)

www.rapiddevelopment.org.uk

Many parishes which had had to close the doors of their churches found themselves engaged in significant levels of community support similar to GN groups with some delivering shopping, meals and prescriptions to a much wider cross-section of their local communities than had previously been the case, and across all church traditions. This was encouraging to see and the value of the local church as community broker and the social oil for local communities became clearer both to others and themselves. In essence, this meant that many were fulfilling CSR's mission directly, already, without much support from us, in terms of engagement, resonance, and social transformation. The challenge will be maintaining it later.

Inevitably there were no rdps during 2020 although there were several requests for support with the Experian Mosaic data which we have continued to use.

SOCIAL TRANSFORMATION

Leadership and Innovation

No trips or training programmes were possible in 2020.

SOCIAL BUSINESS

With the reduction in social events in 2020 the 'Holy Roast' horsebox café was not used this year.

The Paulsgrove project (led by Gambol Parker) in which CSR has been supporting and managing a significant grant from the National Lottery to set up an events co-operative at St Michael and All Angels Church in Paulsgrove, continued for a short period in 2020 but eventually mothballed for most of the year, not least because the church where St M's is based was closed for part of it.

Prior to the Lockdown, the beginning of 2020 saw an increase in activity and the ever popular Toddler group returned after the Christmas break in even greater numbers, peaking in February with 26 under 5's, enjoying the space and their carers sharing coffee, cake and a catch-up.

As a result of the successful launch for St M's (the new name for this project) in October, where over 300 local people of all ages attended, plus the Christmas activity, there were a number of enquiries around hiring of the space for community groups, birthday parties and weddings. Two networking events were held for local businesses, with a total of 20 people attending and sharing information on their offers and how they can be included as preferred suppliers for events.

We welcomed a Portsmouth University Year 2, Architect student who joined as a creative intern and developed plans and proposals for the transformation of the garden area. Despite the lockdown, she was able to continue working with us remotely for some of the time.

OTHER

Canon Nick Ralph's time is shared 50% with the Winchester Social Enterprise (WSE) in the Winchester Diocese. Over 2020, collaborations with Winchester included Good Neighbours, advice for those interested in running Community Cafés, and WSE's work around Church-based Early Years support for parishes.

FUTURE PLANS

2020 was a year for re-evaluation and consolidation of the work of CSR which in many ways came into its own. Supporting people in difficult times is something we are already experienced in with the work of GNN and this proved useful and important throughout the year, not least in engaging with statutory and voluntary stakeholders in Hampshire and Portsmouth, partly through the Local Resilience Forum sub groups, and the Portsmouth Hive (in which Nick Ralph is a board member). Engagement over the year was very wide and included discussions with NHS England about possible expansion plans for GNN.

CSR's Vision

CSR's Vision is for the development, renewal and flourishing of local communities, building the kingdom of God. This will be done in a positive partnership with local Anglican communities and key aligned allies, through generous acts of transformative investment and action, in socially, financially and environmentally sustainable ways for the common good.

CSR's Values

Our values are based on a strong social vision – living the gospel – in which we work alongside (with) local communities; identifying new opportunities; joining in with what God is already doing; co-designing and working out what will resonate and transform them for the good of all, developing new relationships based on local Anglican communities. CSR will encourage change, challenge the status quo, and aim to do so with fun, creativity, passion, energy and commitment.

CSR's Mission

CSR will achieve its vision by offering targeted encouragement, coaching, infrastructure, investment and other resources to aid active local Anglican, and wider, communities, to achieve this vision through social action, social engagement, social business and social transformation:

FINANCIAL REVIEW

Financial Performance

The accounts show the unrestricted General Fund with a net deficit of £1,713 (2019: £17,320 surplus) after transfers and revaluations. During 2020 the planned project income and expenditure were reporting at a nominal level into the project debtor/creditor, with the only fund transfers being for investment income interest to the general fund. There were revaluation gains of £18,137 (2019: £87,907) on the financial investments; a significant decrease due to the impact of financial investment values as a result of COVID.

GNNs funds show a deficit of £4,893 (2019: £21,007 deficit). The grants themselves come in at different times, and for the funders relate to a year from April – March. Due to underspends in previous years, a surplus had built up, kept in a GNN restricted fund (also for covering liabilities) and they need to be used to maintain the service. There was, therefore, a deliberate policy to run a deficit for a limited time on GNN in order to use up the accumulated surplus. This was monitored throughout.

Balance sheet position

The Trustees consider that the balance sheet together with details in note 11 show broadly that the assets are held in an appropriate mix of investment and current assets given the purposes for which the funds are held. The net assets at the balance sheet date totalled £1,156,901 (2019: £1,137,784).

Reserves policy

Free reserves

Having considered financial risk, liquidity requirements and the timing of cash flows throughout the year, the Trustees' policy is to hold a very small balance of readily realisable assets in the general fund in order to maximise the income derived from investments. The financial risks of this policy are negligible since the largest expense is the reimbursement of costs to the Portsmouth DBF and the timing of such payments are controllable.

Designated funds

The Trustees may, with the approval of the board, designate additional unrestricted reserves to be retained for an agreed purpose where this is considered to be prudent. Such designated reserves are reviewed on an annual basis and returned to the general fund in the event that the purpose of their designation is no longer considered to be adequate justification for their retention. Funds currently designated within the PDCSR accounts are the Business Development fund of £77,421 (2019: £72,439) and the Investment for Income fund of £1,026,550 (2019: £1,013,395).

Investment policy

CSR has the power to:

- Purchase, take on lease or in exchange, hire or otherwise acquire any real or personal property and any rights or privileges required for the purposes of the Council
- Sell, let, mortgage, dispose of or turn into account all or any of the property and funds of the Council
- Undertake, execute, and manage any charitable trusts which may lawfully be accepted by the Council
- Raise or borrow money for the purposes of the Council on such terms and on such security as shall be thought fit.

The directors continue to be guided in their investment decisions by the Investment Advisory Group of the Portsmouth Diocesan Board of Finance. The portfolio as a whole experienced a very small overall rise in market values of 1.67% (2019: 8.26%) with the rise in investment fund values counteracting the fall in the property funds. Thanks to the investments in the property fund an income yield of 3.69% (2019: 4.23%) was achieved giving an overall total return of 5.36% (2019: 12.48%).

PRINCIPAL RISKS AND UNCERTAINTIES

The directors have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable periodic reports to be produced so that the necessary steps can be taken to lessen these risks.

The principal risk for CSR would be the loss of a major grant or contract. As these are governed by clear rules, and notice periods the risk of that happening unexpectedly is remote. Reserves have been set aside to cover any liabilities that might result.

STRUCTURE AND GOVERNANCE

Organisational structure

PDCSR is a Company limited by guarantee, incorporated in England and Wales on the 25th July 2011 and operating under a Memorandum and Articles of Association altered pursuant to Special Resolution on the 7th day of December 2011 and 11th day of September 2019. (Company no. 7717141; Charity no.1145162). The trustees, who were directors for the purpose of company law, who served during the year are set out on page 8. Members of the charitable company guarantee an amount not exceeding £1 to the assets of the charitable company in the event of winding up.

The Council for Social Responsibility (CSR) is an independent charity based at the Diocese of Portsmouth that seeks to facilitate sustainable and innovative approaches to locally based social action, especially, though not exclusively, at the parish level in South East Hampshire, Portsmouth and the Isle of Wight, and beyond. It works with people of all faiths and none without preference or prejudice and is committed to working in a fully inclusive way. The Bishop of Portsmouth appoints the chief officer, the Director of Social Enterprise and Engagement. He is currently an ordained member of the Diocesan staff. The staff responsible for working with the Council in bringing its policy and plans to life are:

Director of Social Enterprise and Engagement – The Revd Canon Nick Ralph
Assistant Director of Social Enterprise and Engagement – Gambol Parker
Good Neighbours Network Leader – Karen Jordan)
Good Neighbours Network Support Adviser – Nicky Dodd

The DSEE is on a permanent 50% secondment to the Winchester Social Enterprise in a positive partnership with the Diocese of Winchester. He is also a residentiary canon at Portsmouth Cathedral.

Trustee recruitment, selection and induction

Trustees are given induction at the outset of the triennium and at other times as appropriate. They are also informed before seeking membership and, at all other relevant times, of the role and function of the Committee. Some staff hold the title of 'Director', but this relates to their function within the organisation and has no legal meaning within the terminology associated with the Companies Act. All Trustees are required to maintain their entry in the record of declarations of interest and loyalty, and this is a standing item on the agenda of Directors' meetings as is safeguarding.

Delegation of day to day delivery

The Trustees and the sub-committee which assist them in the fulfilment of their responsibilities, rely upon the Director of Social Enterprise and Engagement, and his colleagues for the delivery of the day to day activities of the company and the Portsmouth Diocesan Board of Finance acts as agent for CSR for employment, finance and administrative matters.

TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees (as Directors) to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the PDCSR and of the surplus or deficit of the PDCSR for that period.

In preparing these financial statements the Trustees are required to:

- Select suitable accounting policies and apply them consistently
- Observe methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue in operation

The Trustees are also responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the PDCSR and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the PDCSR and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included in the PDCSR's website. Legislation in England/Wales governing the preparation and dissemination of financial statements and other information included in Annual Reports may differ from legislation in other jurisdictions.

The charity carries third party professional indemnity cover for the Trustees.

ADMINISTRATIVE DETAILS

President: The Bishop of Portsmouth

Trustees

No Trustee had any beneficial interest in the company during 2020. The following are the Trustees who served at any time during 2020 up to the date of this report:

Chairman: The Venerable Peter Leonard (until 31st Dec 2020)
Professor Sir Jonathan Montgomery (from 1st Jan 2021)

Other Trustees: The Revd Dr Paul Chamberlain
Mrs Lucy Docherty
Mrs Victoria James
Mr Edward Phillips
Canon Andrew Robinson
Mr Jonathan Smith
Mr Robert Solomon
Mrs Nicola Youern

Company Secretary: The Revd Canon Nicholas Ralph (non-trustee)

Senior staff and advisers

Director of Social Enterprise and Engagement

Nick Ralph

Assistant Director of Social Enterprise and Engagement

Gambol Parker

Registered Office: Diocesan Office, Peninsular House, Wharf Road, Portsmouth, PO2 8HB

Bankers: Barclays PLC, PO Box 165, Crawley, RH10 1YX

Independent Examiner: Jones Avens, 53 Kent Road, Southsea, Portsmouth PO5 3HU

Solicitors: Messrs Brutton & Co, West End House, 288 West Street, Fareham, PO16 0AJ

Investment advisers: Investment Advisory Group, Diocese of Portsmouth and,
CCLA, Senator House, 85 Queen Victoria Street, London EC4V 4ET

In approving this Trustees' Report, the Trustees are also approving the Directors' Report included on pages 1 - 8 within their capacity as company directors.

ON BEHALF OF THE TRUSTEES



Professor Sir Jonathan Montgomery
Chair
3rd November 2021



The Revd Canon Nicholas Robert Ralph
Company Secretary
3rd November 2021

I report to the trustees on my examination of the financial statements of Portsmouth Diocesan Council for Social Responsibility (the charity) for the year ended 31 December 2020.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no 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 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 financial statements to be reached.


Timothy Millett ACA
Jones Avens Limited

53 Kent Road
Southsea
Portsmouth
Hampshire
PO5 3HU

Dated: 3RD NOVEMBER 2021

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY
Statement of Financial Activities for the year ended 31 December 2020

	Note	General fund £	Designated funds £	Restricted fund £	Total funds 2020 £	Total funds 2019 £
Incoming and endowments from:						
Donations	2	-	-	158,026	158,026	159,539
Charitable Activities	3	42,489	-	725	43,214	41,843
Investment income	4	37,694	2,748	1	40,443	45,328
		80,183	2,748	158,752	241,683	246,710
Expenditure on:						
Charitable activities	5	84,644	-	156,058	240,702	283,047
		84,644	-	156,058	240,702	283,047
Net Income/(expenditure) before transfers		(4,461)	2,748	2,693	981	(36,337)
Transfers between funds	6	2,748	(2,748)	-	-	-
Other recognised gains/(losses)						
Unrealised investment gains		-	18,137	-	18,137	87,907
Net movement in funds		(1,713)	18,137	2,693	19,118	51,570
Total funds at 1 January		6,425	1,085,834	45,525	1,137,784	1,086,214
Total funds at 31 December	7	4,712	1,103,971	48,218	1,156,902	1,137,784

All amounts derive from continuing activities. The statement of financial activities incorporates an income and expenditure account for the purposes of the Companies Act 2006.

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY
Balance Sheet as at 31 December 2020

	Note	2020 £	2019 £
Fixed Assets			
Investments	8	1,104,222	1,086,085
		<u>1,104,222</u>	<u>1,086,085</u>
Current Assets			
Debtors	9	30,484	37,503
Short term Investments		36,058	83,819
Cash at bank and in hand		73,440	64,143
		<u>139,981</u>	<u>185,465</u>
Creditors: amounts falling due within one year	10	87,303	133,766
Net current assets		<u>52,678</u>	<u>51,699</u>
Total assets less current liabilities		<u>1,156,901</u>	<u>1,137,784</u>
The funds of the charity:			
General fund		4,712	6,425
Designated funds		1,103,971	1,085,834
Restricted income funds		48,218	45,525
Total funds	11	<u>1,156,901</u>	<u>1,137,784</u>

The accounting policies and notes on pages 13-20 form an integral part of these accounts.

For the year ended 31 December 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476. The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the Small Companies regime.

Approved by the Board and authorised for issue on 3rd November 2021 and signed on its behalf by



Professor Sir Jonathan Montgomery
Chair



The Revd Canon Nicholas Robert Ralph
Company Secretary

Company Number – 7717141

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY
Cashflow Statement for the year ended 31 December 2020

	2020		2019	
	£	£	£	£
Net cash inflow/(outflow) from operating activities		(78,906)		(25,126)
Cash flows from investing activities				
Dividends, interest and rent from investments	40,443		45,328	
Disposal of investments	<u>-</u>		<u>67,209</u>	
Net cash provided by/(used in) investing activities		40,443		112,537
Change in cash and cash equivalents in the reporting period		(38,463)		87,411
Cash and cash equivalents at 1 January		147,961		60,551
Cash and cash equivalents at 31 December		<u>109,498</u>		<u>147,962</u>
Reconciliation of net income to net cash flow from operating activities				
	<u>2020</u>		<u>2019</u>	
Net income for the year ended 31 December	19,118		51,570	
Adjustments for:				
Gains on investments	(18,137)		(87,907)	
Dividends, interest and rent from investments	(40,443)		(45,328)	
Decrease/(Increase) in operating debtors	7,019		(16,557)	
(Decrease)/Increase in operating creditors	(46,463)		73,096	
Net cash provided by operating activities		<u>(78,906)</u>		<u>(25,126)</u>
Analysis of cash and cash equivalents				
Cash at bank and in hand	73,440		64,143	
Cash on deposit	<u>36,058</u>		<u>83,819</u>	
		<u>109,498</u>		<u>147,962</u>

1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention, with the exception of fixed asset investments, which are included at their market value at the balance sheet date. The financial statements have been prepared in accordance with the Statement of Recommended Practice for Charities (SORP 2015) (Second edition, effective 1 January 2019), the Companies Act 2006 and FRS102 Section 1A. The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The principal accounting policies and estimation techniques are as follows:

a) Income

All income is included in the Statement of Financial Activities (SOFA) when the PDCSR is legally entitled to them as income or capital respectively, ultimate receipt is probable and the amount to be recognised can be quantified with reasonable accuracy.

Income from investments includes all dividends on securities for which the date of payment falls within the period. Investment income includes tax recoverable thereon.

Grants are accounted for on a receivable basis with the exception of the funding restricted for the GNN activities where they are time-apportioned to align on a quarterly basis with the costs towards which they are contributing.

b) Expenditure

Expenditure is included on the accruals basis and has been classified under headings that aggregate all costs related to the Statement of Financial Activity category.

c) Fund balances

Fund Balances are split between unrestricted (general and designated), and restricted funds.

- **General funds** are the unrestricted funds that are freely available for any purpose within the charitable company's objects and which the PDCSR intends to use for its general purposes.
 - **Designated funds** are set aside out of unrestricted funds by the PDCSR for a purpose specified by the Trustees.
 - **Restricted funds** are income funds subject to conditions imposed by the donor as specific terms of trust, or else by legal measure.
- d) **Financial instruments** are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument. The charity only has financial assets and liabilities which qualify as basic financial instruments.
- e) **Fixed asset investments** are included in the balance sheet at market value and the gain or loss taken to the Statement of Financial Activities.
- f) The Trustees have a reasonable expectation that the charity has adequate resources to meet its liabilities as they fall due for the foreseeable future. The Trustees consider that there are

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY
Notes to the Financial Statements for the year ended 31 December 2020

no material uncertainties that may cast doubt on the charity's ability to continue as a going concern and they therefore continue to prepare the financial statements on the going concern basis

	General fund £	Designated funds £	Restricted funds £	Total funds 2020 £
INCOMING RESOURCES				
2. Donations				
Other grants	-	-	-	-
GNN funding	-	-	147,254	147,254
ASC	-	-	10,771	10,771
	-	-	158,026	158,026

	General fund £	Designated funds £	Restricted fund £	Total funds 2019 £
Donations				
Other grants	-	-	-	-
GNN funding	-	-	147,016	147,016
ASC	-	-	12,523	12,523
	-	-	159,539	159,539

	General fund £	Designated funds £	Restricted funds £	Total funds 2020 £
3. Charitable Activities				
* Activity Income	42,489	-	-	42,489
Sundry Income	-	-	725	725
	42,489	-	725	43,214

* This includes a management fee of £12,358

	General fund £	Designated funds £	Restricted fund £	Total funds 2019 £
Charitable Activities				
Activity Income	40,079	-	1,040	41,119
Sundry Income	-	-	724	724
	40,079	-	1,764	41,843

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY
Notes to the Financial Statements for the year ended 31 December 2020

	General fund £	Designated funds £	Restricted fund £	Total funds 2020 £
4. Investment Income				
CBF Deposit Interest	334	28	1	362
CBF Investment fund	15,762	2,720	-	18,483
CBF Property fund	21,598	-	-	21,598
	37,694	2,748	1	40,443

	General fund £	Designated funds £	Restricted fund £	Total funds 2019 £
Investment Income				
CBF Deposit Interest	304	-	2	306
CBF Investment fund	18,498	-	-	18,498
CBF Property fund	26,524	-	-	26,524
	45,326	-	2	45,328

	General fund £	Designated funds £	Restricted funds £	Total funds 2020 £
EXPENDITURE ON				
5. Charitable activities				
Special Publications	312	-	1,388	1,700
Training	-	-	-	-
Monitoring & Evaluation	-	-	-	-
Other Activity costs	7,267	-	32,492	39,758
Conference expenses	-	-	-	-
Grant to PDBF for Salary costs	82,544	-	89,002	171,545
Other staff expenses	0	-	-	-
Office support costs	(6,646)	-	17,673	11,027
Independent examiner's costs	1,168	-	-	1,168
Legal Costs	-	-	3,146	3,146
Management costs	-	-	12,358	12,358
	84,644	-	156,058	240,702

	General fund £	Designated funds £	Restricted fund £	Total funds 2019 £
Charitable activities				
Special Publications	1,714	-	3,586	5,300
Training	-	-	5,832	5,832
Monitoring & Evaluation	-	-	40	40
rdp programme	-	-	-	-
Other Activity costs	33,992	-	38,954	72,946
Conference expenses	-	-	-	-
Grant to PDBF for Salary costs	64,850	-	101,351	166,201
Other staff expenses	4,587	-	5,857	10,444
Office support costs	(7,484)	-	8,400	916
Independent examiner's costs	2,004	-	-	2,004
Legal Costs	5,999	-	-	5,999
Management costs	-	-	13,365	13,365
	105,662	-	177,385	283,047

Staff Costs

All staff are employed by the Portsmouth Diocesan Board of Finance on behalf of CSR.

At the end of 2020 there were 4.08 fte employees [2019: 4.74]

The trustees received no expenses during the year [2019: £nil]

Remuneration of Key Management Personnel

Key management personnel are deemed to be those having authority and responsibility delegated to them by the trustees, for planning, directing and controlling the activities of the organisations.

During 2020 this was:

Director of Social Enterprise and Engagement

Remuneration, pensions and expenses amounted to £31,050 [2019: 34,464]

	General fund	Designated funds	Restricted funds	Total funds 2020
	£	£	£	£
6. Analysis of Transfers between Funds				
Authorised transfer from Investment for Income fund	2,748	(2,748)		-
	<u>2,748</u>	<u>(2,748)</u>	-	-
	General fund	Designated funds	Restricted funds	Total funds 2019
	£	£	£	£
Agreed transfer to support the Paulsgrove project	25,000	(25,000)	-	-
Business Development fund support for Holy Roast Horsebox	12,577	(12,577)		
Authorised transfer from Investment for Income fund	<u>37,577</u>	<u>(37,577)</u>	-	-

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY
Notes to the Financial Statements for the year ended 31 December 2020

7. Movement of Funds

	At 1 January 2020	Income	Expenditure	Transfers	Gains/ (Losses)	At 31 December 2020
	£	£	£	£	£	£
General fund						
General Fund	6,425	80,183	(84,644)	2,748	-	4,712
Designated funds						
Mission Fund	-	-	-	-	-	-
Industrial Mission	-	-	-	-	-	-
Business Development	72,439	2,748	-	(2,748)	4,982	77,421
Investment for Income	1,013,395	-	-	-	13,155	1,026,550
	1,085,834	2,748	-	(2,748)	18,137	1,103,971
Restricted						
GNN	40,598	147,255	(152,148)	-	-	35,705
ASC	4,927	11,496	(3,910)	-	-	12,513
	45,525	158,752	(156,058)	-	-	48,218
Total Funds	1,137,784	241,683	(240,702)	-	18,137	1,156,902
	At 1 January 2019	Income	Expenditure	Transfers	Gains/ (Losses)	At 31 December 2019
	£	£	£	£	£	£
General fund						
General Fund	(10,895)	85,405	(105,662)	37,577	-	6,425
Designated funds						
Mission Fund	-	-	-	-	-	-
Industrial Mission	-	-	-	-	-	-
Business Development	68,569	-	-	(12,577)	16,447	72,439
Investment for Income	966,935	-	-	(25,000)	71,460	1,013,395
	1,035,504	-	-	(37,577)	87,907	1,085,834
Restricted						
GNN	61,605	147,742	(168,749)	-	-	40,598
ASC	-	13,563	(8,636)	-	-	4,927
	61,605	161,305	(177,385)	-	-	45,525
Total Funds	1,086,214	246,710	(283,047)	-	87,907	1,137,784

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY
Notes to the Financial Statements for the year ended 31 December 2020

8. Investments	At 1 January 2020 £	Additions £	Disposals £	Change in Market Value £	At 31 December 2020 £
Unquoted investment	500	-	-	-	500
General Fund	500	-	-	-	500
CBF Property fund	478,617	-	-	(23,776)	454,841
CBF Investment fund units	606,968	-	-	41,913	648,881
Designated Funds	1,085,585	-	-	18,137	1,103,722
Total Funds	1,086,085	-	-	18,137	1,104,222

Investments	At 1 January 2019 £	Additions £	Disposals £	Change in Market Value £	At 31 December 2019 £
CBF Investment fund units	-	-	-	-	-
CBF Property fund	-	-	-	-	-
Unquoted investment	500	-	-	-	500
General Fund	500	-	-	-	500
CBF Property fund	491,504	-	-	(12,887)	478,617
CBF Investment fund units	573,383	-	(67,209)	100,794	606,968
Designated Funds	1,064,887	-	(67,209)	87,907	1,085,585
Total Funds	1,065,387	-	(67,209)	87,907	1,086,085

9. Debtors

	2020 £	2019 £
Sundry Debtors	20,564	26,140
Accrued Investment income	9,919	11,363
Accrued GNN grant income	-	-
	30,484	37,503

10. Creditors: amounts falling due within one year

	2020 £	2019 £
Sundry Creditors	6,285	24,635
Paulsgrove National Lottery funds	59,768	18,609
Due to PDBF for CSR costs	-	40,689
Due to PDBF for GNN costs	-	24,833
Deferred GNN Income	21,250	25,000
	87,303	133,766

PORTSMOUTH DIOCESAN COUNCIL FOR SOCIAL RESPONSIBILITY
Notes to the Financial Statements for the year ended 31 December 2020

11. Assets by Fund

	Investment Assets £	Current Assets £	Current Liabilities £	Net Assets £
General fund				
General fund	500	70,265	(66,053)	4,712
Designated funds				
Business Development fund	77,135	287	-	77,422
Investment for Income fund	1,026,588	(38)	-	1,026,550
	1,103,722	249	-	1,103,972
Restricted funds				
GNN	-	56,955	(21,250)	35,705
ASC	-	12,513	-	12,513
	-	69,469	(21,250)	48,219
Total Funds at 31st December 2020	1,104,222	139,983	(87,303)	1,156,903
	Investment Assets £	Current Assets £	Current Liabilities £	Net Assets £
General fund				
General fund	500	89,858	(83,933)	6,425
Designated funds				
Business Development fund	72,152	287	-	72,439
Investment for Income fund	1,013,433	(38)	-	1,013,395
	1,085,585	249	-	1,085,834
Restricted funds				
GNN	-	90,431	(49,833)	40,598
ASC	-	4,927	-	4,927
	-	95,358	(49,833)	45,525
Total Funds at 31st December 2019	1,086,085	185,465	(133,766)	1,137,784

Description of Funds:

General Fund

These funds are unrestricted and to be used for the furtherance of the charitable objectives of the PDCSR as detailed on page 1 of the annual report.

Business Development Fund

This fund arose from the sale of a piece of land in 2012 at which point the trustees agreed that this windfall should be used specifically to support new projects and each year since then has been utilised for such activities under the direction of the steering committee/board.

Investment for Income Fund

These funds were designated by the trustees in 2015 to generate income to support the continued operations of PDCSR.

GNN Fund

These are the funds received from external sources and restricted for the sole purpose of supporting the activities of the Good Neighbours Network, Hampshire.

ASC Fund

These are funds managed by All Saints Counselling service from donations for counselling sessions offered by the volunteer counsellors and contribute to the running costs and expenses of the service. They are restricted within CSR as solely for the use of ASC.

12. Capital commitments

There were no capital commitments at 31st December 2020 [2019: Nil]

13. Contingent liabilities

There were no contingent liabilities at 31st December 2020 [2019: Nil]

14. Related Party transactions

The Portsmouth Diocesan Board of Finance (PDBF) is the direct employer of all PDCSR staff and payment was made to it in respect of these costs. The PDBF has also supported the work of the PDCSR for several years and in 2020 provided office space for the use of PDCSR.