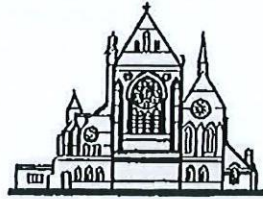


Signed



**TRUSTEES' REPORT
AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31ST DECEMBER 2022
FOR
THE PAROCHIAL CHURCH COUNCIL OF
SAINT MICHAEL & ALL ANGELS' CHURCH, BRIGHTON**

Registered Charity Number: 1152502



UHY Hacker Young
168 Church Road
Hove
East Sussex
BN3 2DL

TRUSTEES' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2022
- SAINT MICHAEL & ALL ANGELS' CHURCH, BRIGHTON

CONTENTS

	Page No.
Report of the Trustees	3 to 10
Independent Examiner's Report	11
Statement of Financial Activities	12
Statement of Financial Position	13
Notes to the Financial Report	14 to 21

Independent Examiner: Peter Tuffin
UHY Hacker Young (S.E. Limited)
168 Church Road
Hove
East Sussex
BN3 2DL

Bankers: Metrobank
One Southampton Row
London
WC1B 5HA

TRUSTEES' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2022
- SAINT MICHAEL & ALL ANGELS' CHURCH, BRIGHTON

INTRODUCTION

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the charity's financial statements for the year ended 31st December 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice ('SORP') applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1st January 2015).

ADMINISTRATIVE INFORMATION

St Michael & All Angels' Church is located in Victoria Road, Brighton. It is an autonomous Church of England parish within the Diocese of Chichester. All correspondence should be addressed to the Parish Office.

The Parochial Church Council (PCC) is a registered charity, No. 1152502, registered with the Charity Commission within the meaning of the Charities Act 1993.

The Advowson of the Benefice is held by the Society for the Maintenance of the Faith. The PCC has passed a Resolution with regard to the five guiding principles of the House of Bishops and is a member of The Society of Saint Wilfrid and Saint Hilda.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

St Michael's PCC's primary objective is the promotion of the Gospel of our Lord Jesus Christ according to the doctrines and the practices of the Church of England. It is responsible for co-operating with the incumbent in promoting, in the ecclesiastical parish, the worship, the mission of the Church, pastoral care and community outreach.

The PCC is also responsible for a wide range of matters affecting the parish, including:

- Caring for, maintaining, preserving and taking out adequate insurance cover for, the fabric, goods and artefacts/relics of the church.
- Consulting with the incumbent on matters of general concern and importance to the parish, and co-operating with him in promoting the mission of the church.
- Complying with all relevant health, safety and disability legislation.
- Safeguarding vulnerable people who visit the church.
- Ensuring the stewardship of funds and for the accounting and reporting of the parish finances.

Membership of the PCC is determined under the Church Representation Rules and consists of *ex-officio* members, (the Incumbent and Assistant Curates, when in post; churchwardens and members of the Deanery Synod), up to nine elected members of the laity who are elected by rotation at the Annual Parochial Church Meeting (APCM) and co-opted members. Systems are in place to ensure that members are aware of their responsibilities as PCC members and charity trustees, and equipped to fulfil their roles.

During 2022, the following individuals served as members of the PCC:

TRUSTEES' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2022
- SAINT MICHAEL & ALL ANGELS' CHURCH, BRIGHTON

Incumbent:	<i>Vacant</i>
Associate Vicar:	The Reverend Kevin Humphrys
Churchwardens:	Andrew Peel - <i>Acting Chair from Oct 2020</i> Tom Cosgrove
Deanery Synod Rep:	Graham Buche* - until October 2022
Elected Members:	Simon Thompson - <i>PCC Treasurer</i> Adam Le Clercq Andrew Collin Simon Marlow Ian Smith Ray Steers Michael Timmons Hannah Kessock-Phillip

* We would like to pay tribute to Graham Buche who passed away suddenly in October 2022, and acknowledge his exceptional service and contribution to St Michael's over the last 20+ years – as a former churchwarden, a longstanding PCC member, Deanery Synod representative and loyal servant of this parish.

Similarly, we would also like to acknowledge the considerable contribution of John Rushworth-Potter, erstwhile PCC member, who died in April 2022. John gave 20 years to St Michael's as Sacristan and before that, 10 years as a server. In recognition of his considerable service to St Michael's sanctuary, the PCC conferred upon John the title of *Sacristan Emeritus* in June 2021.

Finally, we report with sadness the death of two long-standing members of our congregation, Bert Gardner and Win Agnew. R.I.P.

REVIEW OF THE YEAR

Ministry

Parish life has been affected greatly by the absence of a parish priest since July 2021. The churchwardens have striven to ensure that parish life has continued as effectively as possible in these circumstances, but there are consequences of not having a priest with his 'feet on the ground' in the parish, nurturing the existing congregation, guiding wider parish growth and addressing people's spiritual needs.

The trustees would particularly like to express their gratitude to Fr Kevin Humphrys, Associate Vicar, who has overseen our priestly and pastoral care, and led our Sunday services during the interregnum. We have also continued to hold a weekday Mass at 11 a.m. on Fridays, presided at mainly by Fr. Steven Foster whose support has been immense. Fr. John Joyce has also assisted on many occasions to maintain this weekday Mass. Fr. Steven and Fr. John have also presided on Sundays in the absence of Fr. Kevin.

We continue in our endeavour to recruit an incumbent, though the temporary lack of a Vicarage, due to the sale of 6 Montpelier Villas, has further delayed the recruitment process.

TRUSTEES' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2022
- SAINT MICHAEL & ALL ANGELS' CHURCH, BRIGHTON

Special services

Four baptisms, one wedding, four funerals were held at St Michael's during the year, and 7 children made their First Holy Communion in May.

Children and young people

Our work with children and young people continues to grow and strengthen, and includes:

- 'Treasure Seekers': Thanks to the support of volunteers, the children meet in the hall during Sunday Mass, and regularly contribute to the Liturgy on Sundays. At Christmas 2022, we held a Crib Service which saw 120 attending.
- Little Angels Play Group: After the hiatus caused by Covid, the Monday Under-fives playgroup - 'Little Angels' – started meeting on Wednesday mornings in term-time. Numbers attending vary, but we have a core group of regulars and average around 10 children per session. The trustees are particularly grateful to Nicole Le Clercq for her hard work in ensuring the group runs well.

Safeguarding

Ian Smith, our Safeguarding Officer and Lead Recruiter, confirms this there is nothing substantive to report in relation to 2022, and that all DBS checks and training for those who require it are up to date.

He also adds: "Safeguarding is everybody's responsibility. Please do remember that if you are having any concerns of a safeguarding nature relating to children and vulnerable adults, feel free to talk to me. If I am not available report your concerns to Fr Kevin or the churchwardens, Andrew or Tom. Your concerns will be dealt with confidentially and promptly. Nothing is too 'trivial' to be reported".

Fabric, maintenance and building projects

During the year there were no major building works undertaken. We have been vigilant in keeping the structure safe and weatherproof, with regular maintenance of the slate roofs, and the cast iron gutters and downspouts.

However, in February of 2022, Storm Eunice caused significant damage to the lead covering of the flèche atop the Bodley church, and dislodged several slates and ridge tiles. Emergency temporary repairs were effected, but regrettably another storm later in the year caused further damage whilst we were commissioning the substantive repair. At the close of the year, contractors began work on site to repair the lead and slates.

We also took the opportunity, with scaffolding in situ, to straighten and secure the cross on top of the flèche as this had been out of vertical for many years. *(Post report note - this work was completed in March 2023).*

Looking forward, the churchwardens and PCC began investigating the potential for upgrading of the church's heating and lighting, with a view to pursuing this major project in 2023.

Social events

Parish lunches were organised to celebrate Mothering Sunday and Harvest, and a Queen's Platinum Jubilee Lunch for 100 was held in the Bodley Church in June. The Winter Fair took place in November along with a series of Nocturne concerts.

TRUSTEES' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2022
- SAINT MICHAEL & ALL ANGELS' CHURCH, BRIGHTON

The choir

All at St Michael's are grateful to the Organist and Director of Music, Adam Le Clercq, and the choir, for their contribution, perseverance and commitment, and for leading the worship music at services in 2022. We are also thankful to the visiting singers who assisted the choir during our Holy Week and Christmas services.

Music and Art at St Michael's

St Michael's Church, foremost a place of worship, also has a versatility in that the building lends itself very well to a range of different music and arts-based events – working equally well as an exhibition space and as a venue for the performing arts. We held a variety of such events during 2022 which brought in vital income and attracted new audiences. Visitors always comment on how struck they are by the church's beauty and how the setting is such an integral part of the whole St Michael's experience.

The Friends of St Michael's

The year began still in the shadow of COVID restrictions, but our Icicles Party went ahead on 28th January in the airy space of St Michael's 'old' church, and was a welcome opportunity for Friends to gather once again. On this occasion, they were also able to appreciate, with churchwarden Tom Cosgrove's assistance, the lamps which Friends' funds had helped restore.

A number of other events were held throughout the year, a pleasingly full return to a live programme, including:

- 5th May: David Beevors, former Keeper of the Royal Pavilion, spoke on its History and Architecture.
- 17th June: Nicola Coleby, Partnerships and Development Manager at the Royal Pavilion and former Membership Secretary of the Friends, spoke about the exhibition she had curated in Brighton's Fine Art Gallery: "The Brighton Connection: Spencer Gore and the Camden Town Group" and more broadly on Brighton's place in the development of modern artistic taste in the UK.
- 9th September: the Friends' Annual Dinner, a celebration of 10 years since the revival of the Friends of St Michael's, albeit 2 years late owing to COVID restrictions. Sadly, the event was rather overshadowed by the death of Her Majesty Queen Elizabeth II, but Friends very much welcomed the opportunity to gather together as a community at that time, and Fr Robert Fayers, former Vicar of St Michael's and the driving force behind the re-establishment of the Friends, led attendees in an appreciation of Her Majesty.
- 14th October: Andy Sturgeon, local resident and acclaimed garden designer, gave an interesting overview of the history of garden design and the likely future impact of global warming.
- 2nd December: long-standing friend of the Friends and Curator of the Royal Pavilion, Dr Alexandra Loske, presented 'The Great Gig in the Sky', a fascinating insight into Turner and Constable's skies.
- 7th/8th/10th December: Simon Thompson led his ever-popular Christmas wreath-making workshop.

The Friends ended the calendar year with £47,595 in the bank, albeit with a commitment towards significant funding for the Vestments project (up to £10,000). It was noted at the Committee meeting in May that significant capital initiatives by the Church were unlikely in the near future, given the PCC's focus on funding of day-to-day running costs and critical maintenance during the interregnum. Nonetheless, the Friends will consider funding further small projects, like the chandeliers, and aims to maintain a contingency reserve of £25-30,000.

TRUSTEES' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2022
- SAINT MICHAEL & ALL ANGELS' CHURCH, BRIGHTON

The Friends held one formal Committee meeting during the year, on 30 May, and covered a substantial agenda including consideration of papers on a Meeting of Members and Committee Membership, a Policy Review, and the Vestments Project. Minor amendments to the Articles of Association were subsequently submitted to the PCC for approval. A further Committee meeting slipped in to early 2023. A meeting of members, as required under the Articles of Association, is planned for later in 2023.

David Sears, the Membership Secretary appointed in 2021, continued to improve the membership records and payments systems. At the start of 2023, there were 174 members.

Two issues of the Friends' magazine, *The Flyer*, were published, in January and October, and the Chair sent a Christmas message to all Friends.

The Friends maintains good relations with Friends groups at St Paul's and St Nicholas' churches, and we were particularly grateful to Brian Ogilvie (a Friend) for offering our Friends' tours of St Nicholas' Church during the Brighton Fringe Festival.

Similarly, Friends were pleased to take a stall at St Michael's Winter Fair and, earlier in the year, to be invited to the Parish's Platinum Jubilee Celebration Lunch.

Thanks to all our Friends for their ongoing support and enthusiasm.

- Chris Dawes, Chair, The Friends of St Michael's

Electoral Roll

In 2022, there were 90 people on the Electoral Roll, of whom approximately one third reside in the Parish.

Church attendance

The Statistics for Mission Return for 2022 notes the *'huge upheaval that churches have been through, and the amazing creativity and resilience that churches have displayed in continuing to offer worship and pastoral support to their congregations and parishioners during this difficult time'*. We cannot provide a meaningful average number for church attendance on Sundays in 2022, but the statistics for the month of October, as requested by the Diocese, showed total adult average attendance at 48, with those under 16 at 5 (this figure also accounts for those attending Friday Mass throughout the month).

PCC Report

The PCC met three times in 2022 with matters discussed including the interregnum, appointment and sale / purchase of the Vicarage by Diocese of Chichester; fabric and financial matters, in addition to regular standing agenda items such as Safeguarding, Health and Safety and Deanery Synod.

Deanery Synod

Deanery Synod acts as an intermediary between the Parochial Church Councils of each parish in a Deanery and the Synod of the Diocese. It consists of all clergy licensed to a benefice within the deanery, plus lay members elected by their PCC. St. Michael's had one lay member, Graham Buche, who, as we mention above, sadly died suddenly in October.

TRUSTEES' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2022
- SAINT MICHAEL & ALL ANGELS' CHURCH, BRIGHTON

Brighton Deanery Synod met 4 times in 2022. Meetings begin with prayers followed by Deanery business, a financial report, the Rural Dean's updates and guest speakers, before closing with prayers. We currently have three vacancies on the current Deanery Synod, which runs until 2023.

'Public Benefit' reporting

The PCC is a charity, and 'the advancement of religion' is a charitable purpose under the Charities Act 2011. The PCC is aware of the Charity Commission's guidance on public benefit in relation to the advancement of religion and has regard to it in the administration of St Michael and All Angels' Church.

The PCC believes that, by promoting the work of the Church of England in the City of Brighton and Hove, the church helps to promote the whole mission of the Church - pastoral, evangelistic, social and ecumenical. Furthermore, in doing so, it provides a benefit to the public by promoting Christian values, and by providing facilities for public worship, as well as opportunities for pastoral care, community use and outreach, and spiritual and moral development, both for its members and for anyone who wishes to benefit from what St Michael's offers.

Specific examples of St Michael's impact include:

- Enabling the people of Brighton and Hove to be part of a church family and community - providing opportunities for worship and social engagement and so benefiting their spiritual and emotional health and well-being.
- The provision of pastoral and prayer support and a 'listening ear' to those who are distressed or in difficulty. Pastoral visits provide support and help to reduce isolation and distress.
- The provision of free activities for children (including Treasure Seekers' Sunday School and Little Angels' play-group) supports parents and provides opportunities for children to learn, socialise and enjoy themselves.
- The provision of opportunities for volunteering (e.g. as PCC members, servers, meeters-and-greeters, Saturday Breakfast team members, Friends' committee members etc.) and to learn new skills, become part of a community and meet new people.
- Saturday's Community Breakfasts - a form of direct, compassionate support to the city's street homeless, as well as providing a hot meal to local residents, passers-by and church visitors. (N.B. The Saturday Breakfasts' project remained closed during 2022 owing to a lack of volunteers, post-Covid).
- Providing and maintaining the heritage asset that is St Michael's - a Grade I-listed building noted for its William Morris stained glass and pre-Raphaelite art. The residents of Brighton and Hove and other visitors are able to explore, enjoy and appreciate St Michael's, either informally whilst attending church services or formally via a range of exhibitions, talks, dinners, concerts and guided tours.
- Providing a temporary venue for a local doctor's surgery, a Council polling station, a venue for filming and a meeting place for local groups and charities - often without charge or at a concessionary rate.
- Providing donations to local charities and good causes, including the £1,271.22 raised at a children's concert in April for Sussex Interpreting Services, Registered Charity No. 1081284, to support Ukrainian families who have settled in Brighton and Hove.
- Providing an inclusive church and sanctuary within the City of Brighton and Hove that warmly welcomes everyone, including families and young people.

The PCC is of the view that this report, taken as a whole, provides evidence that the church furthered its charitable purposes for the public benefit in 2022.

TRUSTEES' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2022
- SAINT MICHAEL & ALL ANGELS' CHURCH, BRIGHTON

Financial Review

- **The longer-term impacts of COVID-19 and the interregnum**

Like most churches, our finances have suffered in recent years as a result of the pandemic, but the impact has been exacerbated by our being in vacancy since July 2021. The smaller congregations mean that we have seen far fewer gifts via 'plate' collections and wall-safe donations, and much of our 'earned' income from church rentals, hall lettings, concerts and Brighton Festival & Fringe events has been curtailed and is only now returning to pre-pandemic levels.

- **Net position**

Despite the aforementioned financial challenges, we are pleased to report that these accounts show that we were able to 'balance the books' in 2022. General income – i.e., that from donations, Gift Aid, legacies, endowments, grants and trading - totalled **£68,333** (9% higher than 2021's figure of £62,722) whereas expenditure was **£65,080** (an increase of only 2.6% over 2021's figure of £63,409) - so giving us a 'net' figure for our day-to-day finances of £3,253.

We are very grateful that church members, the Friends of St Michael's and our community have supported us so generously throughout the year. With their continued regular giving, membership renewals, additional donations and Gift Aid (which resulted in a considerable increase in tax reclaimed from HMRC – £8,132 compared to £2,232 in 2021), St Michael's has emerged relatively unscathed from another challenging period. Our heartfelt thanks go out to everyone who supported us and made this possible.

Unfortunately, the 'bigger picture', over which the PCC has limited control, is less rosy, in that our investments (which are managed by the Diocese of Chichester) performed very poorly in 2022, generating a loss of £40,530 (2020: +£40,805). In the main, this was brought about by the toxic combination of market volatility triggered by the war in Ukraine, rising inflation and higher interest rates – all of which resulted in a veritable 'bear market' and 2022 being an *annus horribilis* for many investors. The impact of this on us was an overall negative variance of £-37,277 (2021: +£40,118).

However, we can take comfort from the fact that, over the last three financial years (2019/20/21), the return on our investments and endowments has averaged £35,500 per annum. Whilst we may not return to these levels, we do anticipate improved performance – if not this year, then in 2024 and beyond.

Nevertheless, thanks to our total combined assets figures standing at £461,336 (2021: £498,613), St Michael's remains a going concern.

Other notable 'headlines' are that:

- Combined Donations and Legacy Income increased by 32%, to £45,891 (2021: £34,737). The PCC was grateful to receive one legacy, totalling £5,000, in 2022.
- Grants: we continued to receive support from The Robertson Hall Trust (Reg Charity no. 1073473) who make an invaluable, much appreciated contribution towards the Parish Administrator's salary.
- Overall trading income was up by 47%, from £11,124 (2021) to £16,354, mainly as a result of increased income from hall lettings and other rental income (up 22%, from £9,266 (2021) to £11,319) and the increased number of fundraising events held at St Michael's (including the Queen's Platinum Jubilee parish lunch, harvest and parish lunches; a Christmas Fair and several concerts).
- Not surprisingly, in a year in which many people's finances were under pressure and we sadly lost some

TRUSTEES' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2022
- SAINT MICHAEL & ALL ANGELS' CHURCH, BRIGHTON

key (and very generous) members of our congregation, we saw planned giving (excluding Gift Aid) reduce by 22.8%, from £25,472 in 2021 to £19,653 in 2022.

- The PCC has continued to keep a tight rein on costs and expenditure during the year and the upshot is that day-to-day expenditure is broadly comparable to that of 2021.
- Parish Share: To reflect the absence of direct priest costs (e.g. stipend, pension and housing) during the interregnum, we agreed with the Diocese of Chichester that we will pay a reduced Parish Share. As such, the PCC's total contribution during 2022 was £14,340 (2021: £14,751).

- **Reserves policy**

It is PCC policy to maintain a balance on the general unrestricted fund (in practical terms, our Metrobank current account) that equates to at least three months' worth of running costs, as contingency against unforeseen situations. Our 'Free Reserves' level as of 31st December 2022 stood at circa £13,420 (2021: £13,431). With annual expenditure of £65,080, monthly pro rata expenditure is £5,423 per month, so our cash balance equates to roughly 2.5 months' expenditure, slightly below our target level.

- **'Going concern' statement**

The PCC is aware that it has responsibility for assessing the charity's ability to continue as a going concern. As such, and having considered all of the information available to them, the trustees are happy to state that this is indeed the case, given that our total combined assets figures stands at £461,336 (2021: £498,613).

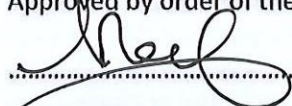
- **Risk assessment**

The PCC examines major risks that the church faces each year and has systems in place to monitor and control them to mitigate any impact that they may have on St Michael's.

Registered Charity number
1152502

Registered office
St Michael's Parish Office
St Michael's Place
Brighton
East Sussex
BN1 3FU

Approved by order of the Board of Trustees on 2-6-23 and signed on its behalf by:



Andrew Peel
Trustee/Churchwarden/Acting Chair

PAROCHIAL CHURCH COUNCIL OF SAINT MICHAEL AND ALL ANGELS, BRIGHTON

Registered Charity no. 1152502

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES
For the year ended 31 December 2022**

I report on the accounts for the year ended 31st December 2022 which are set out on pages 12-21

Respective responsibilities of the Trustees and Independent Examiner

As trustees of the charity, the members of the PCC are responsible for the preparation of the accounts. They consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an Independent examination is needed.

It is my responsibility to:

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

Basis of Independent Examiner's Statement

My examination was carried out in accordance with the General Directions given by the Charity Commission.

An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the management committee concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in a full audit, and consequently I do not express an audit opinion on the accounts.

Independent Examiner's Statement

In connection with my examination, no matter have come to my attention:

- 1 which give me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with s.130 of the 2011 Act; or
 - to prepare accounts which accord with these accounting records have not been met; or
- 2 to which in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

UHY Hacker Young (S.E.) Ltd
Chartered Accountants
Independent Examiner

Date: 2nd June 2023

PAROCHIAL CHURCH COUNCIL OF SAINT MICHAEL AND ALL ANGELS, BRIGHTON

Registered Charity no. 1152502

Statement of Financial Activities

For the year ended 31 December 2022

	Unrestricted Fund	Restricted Fund/s	Endowed Fund/s	Total Funds 2022	Total Funds 2021	Notes
	£	£	£	£	£	
Income and endowments from:						
Donations and legacies	32,347	13,544	-	45,891	35,937	
Charitable activities	990	-	-	990	583	
Other trading activities	16,354	-	-	16,354	9,924	
Investments	765	-	-	765	656	
Grants	-	4,333	-	4,333	15,622	
Other receipts	-	-	-	-	-	
Total Income	50,456	17,877	-	68,333	62,722	2
Expenditure on:						
Raising funds	-	-	-	-	-	
Charitable activities	57,271	3,610	-	60,881	61,368	
Other Trading activities	4,199	-	-	4,199	2,041	
Total expenditure	61,470	3,610	-	65,080	63,409	3
Net gains (or losses) on investments		(5,563)	(34,967)	(40,530)	40,805	
Net Income	(11,014)	8,704	(34,967)	(37,277)	40,118	
Transfer between funds	-	-	-	-	-	6
	(11,014)	8,704	(34,967)	(37,277)	40,118	
<i>Reconciliation of funds:</i>						
Net movement in funds	(11,014)	8,704	(34,967)	(37,277)	40,118	
Total funds brought forward	8,373	69,690	420,550	498,613	458,495	
	(2,641)	78,394	385,583	461,336	498,613	11

PAROCHIAL CHURCH COUNCIL OF SAINT MICHAEL AND ALL ANGELS, BRIGHTON

Registered Charity no. 1152502

Statement of Financial Position

As at 31 December 2022

	Total Funds 2022	Total Funds 2021	Notes
	£	£	
Tangible assets	-	-	
Investments	371,181	421,655	
Total fixed assets	371,181	421,655	7
Debtors	81,196	66,718	
Investments	-	-	
Cash at bank and in hand	13,420	13,431	12
Total current assets	94,616	80,149	
Creditors: Amounts falling due within one year	(4,461)	(3,191)	10
	90,155	76,958	8
Total assets less current liabilities	461,336	498,613	
Creditors: Amounts falling due after more than one year	-	-	
	461,336	498,613	
The funds of the charity:			
Unrestricted income funds	(2,641)	8,373	
Restricted funds	78,394	69,690	
Endowment funds	385,583	420,550	
Total restricted funds	463,977	490,240	
Total charity funds	461,336	498,613	11

Andrew Peel

Trustee/Churchwarden/Acting Chair

Date

26-6-23

PAROCHIAL CHURCH COUNCIL OF SAINT MICHAEL AND ALL ANGELS, BRIGHTON

Registered Charity no. 1152502

Notes to the financial report

For the year ended 31 December 2022

1 Accounting policies

a Accounting convention

The financial statements have been prepared under the Church Accounting Regulations 2005 in accordance with applicable accounting standards and the current (2015) Statement Of Recommended Practice, Accounting and Reporting by Charities SORP (FRS 102).

The financial statements have been prepared under the historical cost convention as modified by the inclusion of investments at market value. The financial statements include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups that owe their affiliation to another body, nor those which are informal gatherings of church members.

b Funds accounting

Funds held by the PCC are:

Unrestricted funds - general funds which can be used for PCC ordinary purposes

Restricted funds - a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest; b) donations or grants received for a specific object or invited by the PCC for a specific object. The funds may only be expended on the specific object for which they were given. Any balance remaining unspent at the end of the year is carried forward as a balance on that fund.

Endowment funds - funds the capital of which must be maintained; only income arising from the investment of the endowment may be used, either as restricted or unrestricted funds, depending on the purpose set out in the terms of the original endowment

All income and endowments are accounted for without deduction for any costs of recoverability, are recognised when there is evidence of entitlement, receipt is probable, and the amount can be measured reliably.

Donations and legacies

Collections are recognised when received.

Gift aid recovered is recognised when the income to which it is attached is recognised.

Grants and legacies are recognised when the formal offer in writing of the funding, is received by the PCC.

Charitable activities

Rents from property are recognised in accordance with the rental agreements, when receipt is probable.

Other charitable activities includes fund raising and breakfast and café income

Other trading activities

Other trading activities includes bank and CBF deposit interest.

Investment income

Dividends are accounted for when due and payable. Interest entitlements are accounted for as they accrue.

PAROCHIAL CHURCH COUNCIL OF SAINT MICHAEL AND ALL ANGELS, BRIGHTON

Registered Charity no. 1152502

Notes to the financial report (continued)

For the year ended 31 December 2022

All other income

All other income is recognised in accordance with the above overall policy.

Gains and losses on investments

Realised gains are recognised when the investments are sold

Unrealised gains and losses are accounted for on revaluation at 31 December 2022.

d Expenditure

Expenditure is accounted for on an accruals basis and accounted for gross.

Grants

Grants and donations are accounted for when paid over, or when awarded where the award creates a binding obligation on the PCC.

Church Activities

The diocesan parish contribution is accounted for on an annual basis, reflecting the allocation set by our Deanery. Any parish contribution unpaid at 31 December 2022 is provided for in these accounts as an operational (though not a legal) liability and is shown as a creditor in the balance sheet.

e Fixed Assets

Tangible fixed assets

Depreciation

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

Fixtures and fittings	25% on cost
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f Current Assets

Amounts owing to the PCC at 31 December 2022 in respect of fees, rents or other income are shown as debtors less provision for amounts that may prove uncollectible.

Short-term deposits include cash held on deposit either with the CBF Church of England Funds, or at the bank.

PAROCHIAL CHURCH COUNCIL OF SAINT MICHAEL AND ALL ANGELS, BRIGHTON

Registered Charity no. 1152502

Notes to the financial report (continued)

For the year ended 31 December 2022

2 Analysis of income and endowments

	Unrestricted Fund	Restricted Fund/s	Endowed Fund/s	Total Funds 2022	Total Funds 2021	Notes
	£	£	£	£	£	
Planned giving (excl. tax refunds)	19,653			19,653	25,472	
Loose cash collections	913			913	906	
Other donations	3,649	8,544		12,193	6,127	
Gift Aid recoverable	8,132			8,132	2,232	
Legacies		5,000		5,000		
	32,347	13,544		45,891	34,737	
Fees for weddings & funerals	990			990	583	
Charitable activities	990			990	583	
Fund Raising events income	5,035			5,035	1,858	
Church hall and other rental income	11,319			11,319	9,266	
Breakfast and café income						
Trading activities	16,354			16,354	11,124	
Bank & CBF deposit interest	765			765	656	
CBF Investment fund dividend						
Other Investment fund dividend						
Rent from letting of investment property						
Investments	765			765	656	
Grants		4,333		4,333	15,622	
Government Grants						
Grants		4,333		4,333	15,622	
Total income and endowments on all funds	50,456	17,877		68,333	62,722	

PAROCHIAL CHURCH COUNCIL OF SAINT MICHAEL AND ALL ANGELS, BRIGHTON

Registered Charity no. 1152502

Notes to the financial report (continued)

For the year ended 31 December 2022

3 Analysis of expenditure on:

	Unrestricted Fund	Restricted Fund/s	Endowed Fund/s	Total Funds 2022	Total Funds 2021	Notes
	£	£	£	£	£	
Investment management costs						
Cost of raising funds						
Missionary and charitable giving					565	
Ministry:						
<i>Diocesan parish share</i>	14,340			14,340	14,750	
<i>Other clergy costs & housing</i>	90			90	50	
Staff	14,238			14,238	14,008	4
Miscellaneous church service costs	392			392	566	
Parish Office costs	1,233			1,233	1,188	
Church Utility bills	6,738			6,738	4,364	
Friends of St Michael's		3,610		3,610	1,416	
Advertising						
Church Music	297			297	385	
Church running	3,792			3,792	1,084	
Subscriptions	130			130	222	
Church maintenance and repair	6,665			6,665	14,631	
Insurance	6,488			6,488	6,209	
Governance	2,868			2,868	1,930	5
Cost of charitable activities	57,271	3,610		60,881	61,368	
Cost of trading activities	4,199			4,199	2,041	
Cost of trading activities	4,199			4,199	2,041	
Total expenditure	61,470	3,610		65,080	63,409	

PAROCHIAL CHURCH COUNCIL OF SAINT MICHAEL AND ALL ANGELS, BRIGHTON

Registered Charity no. 1152502

Notes to the financial report (continued)

For the year ended 31 December 2022

4 Staff costs						
	Unrestricted Fund	Restricted Fund/s	Endowed Fund/s	Total Funds 2022	Total Funds 2021	Notes
	£		£	£	£	
a Remuneration						
Wages and salaries	14,238			14,238	14,008	
Pastoral assistants						
	14,238			14,238	14,008	

5 Governance						
	Unrestricted Funds	Restricted Fund/s	Endowed Fund/s	Total Funds 2022	Total Funds 2021	Notes
	£	£	£	£	£	
Professional fees						
Independent examination	500			500	500	
Accounts production	1,960			1,960	1,430	
Payroll	408			408		
	2,868			2,868	1,930	

	Unrestricted Funds	Restricted Fund/s	Endowed Fund/s	Total Funds 2022	Total Funds 2021	Notes
6 Analysis of transfers between funds						
Fund transfer movements					-	

PAROCHIAL CHURCH COUNCIL OF SAINT MICHAEL AND ALL ANGELS, BRIGHTON

Registered Charity no. 1152502

Notes to the financial report (continued)

For the year ended 31 December 2022

7 Fixed Assets

a Investments

	Unrestricted Fund	Restricted Fund/s	Endowed Fund/s	Total Funds 2022	Notes
	£	£	£	£	
Market value 1 January 2022		41,343	337,530	421,655	
Disposals at carrying value					
Purchases at cost					
Net gains and revaluation		(5,563)	(44,911)	(50,474)	
Market value 31 December 2022		35,780	292,619	371,181	

There is no investment asset outside the UK
Fixed asset investment refers to the holdings of
CCLA Diocesan Investment.

Tangible fixed assets

	Fixture and fittings	Total assets	Notes
	£	£	
Cost or valuation			
At 1 January 2022	1,650	1,650	
Additions	-	-	
Disposals	-	-	
Revaluation	-	-	
At 31 December 2022	1,650	1,650	
Depreciation			
At 1 January 2022	1,650	1,650	
Additions	-	-	
Disposals	-	-	
Revaluation	-	-	
At 31 December 2022	1,650	1,650	
Net book amounts			
At 31 December 2022	-	-	
At 31 December 2021	-	-	

PAROCHIAL CHURCH COUNCIL OF SAINT MICHAEL AND ALL ANGELS, BRIGHTON

Registered Charity no. 1152502

Notes to the financial report (continued)

For the year 31 December 2022

8 Analysis of net assets by fund

	Unrestricted Funds	Restricted Fund/s	Endowed Fund/s	Total Funds 2022	Total Funds 2021	Notes
	£	£	£	£	£	
Fixed assets for church use	-	-	-	-	-	
Investment fixed assets	-	-	-	-	-	
Current assets (except cash)	120	63,138	17,938	81,196	66,718	9
Cash at bank and on deposit	13,420			13,420	13,431	12
Current liabilities	(4,461)			(4,461)	(3,191)	10
Non-current liabilities						
	9,079	63,138	17,938	90,155	76,958	

9 Debtors

	Unrestricted Funds	Restricted Fund/s	Endowed Fund/s	Total Funds 2022	Total Funds 2021	Notes
	£	£	£	£	£	
Prepayments and accrued income						
Other debtors	120	63,138	17,938	81,196	66,718	
	120	63,138	17,938	81,196	66,718	

Included in other debtors is the RBS Friends of St Michael bank account

10 Creditors: amounts falling due within one year

	Unrestricted Funds	Restricted Fund/s	Endowed Fund/s	Total Funds 2022	Total Funds 2021	Notes
	£	£	£	£	£	
Other creditors	2,061			2,061	1,131	
Accruals & deferred income	2,400			2,400	2,060	
	4,461	-	-	4,461	3,191	

Included in other creditors are PAYE and NI due to HMRC

PAROCHIAL CHURCH COUNCIL OF SAINT MICHAEL AND ALL ANGELS, BRIGHTON

Registered Charity no. 1152502

Notes to the financial report (continued)

For the year ended 31 December 2022

11 Statement of funds

	Balances b/fwd 1 Jan 2022	Income	Expenditure	Transfers, other gains and losses	Balances c/fwd 31 Dec 2022
	£		£	£	£
Restricted Fund	69,690	17,877	(3,610)	(5,563)	78,394
Endowment Fund	420,550			(34,967)	385,583
Total of all restricted funds	490,240	17,877	(3,610)	(40,530)	463,977
General fund	8,373	50,456	(61,470)		(2,641)
Total of all unrestricted funds	8,373	50,456	(61,470)		(2,641)
Total funds	498,613	68,333	(65,080)	(40,530)	461,336

12 Analysis of cash and cash equivalents

	Total Funds 2022	Total Funds 2021
	£	£
Cash in hand	13,420	13,431
Notice deposits (less than 3 months)		
	13,420	13,431

13 Related parties and transactions

There were no related party transactions for the year ended 31 December 2022.