

**The Parochial Church
Council of the
Ecclesiastical Parish of
St Germain's Edgbaston**

Financial Statements

**For the year ended 31
December 2020**

charity number: 1164749

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST GERMAINS EDGBASTON

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of 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.

ADMINISTRATIVE INFORMATION

St Germain's Church is a local church of the Church of England, and is a member church of the Synod of the Church of England. It was registered on 08 December 2015 as Charity Number 1164749.

St Germain's Church is situated at City Road, Edgbaston, Birmingham B17 8LE, 0121 429 3431, office@stgermain's.org.uk. The Church Office is normally open Monday to Friday 9am-5pm.

The members of the PCC for the time being are recognised as the charity trustees. Those who served from 1st January 2020 until the date this report was approved are:

Rev Sarah Hayes	
Blessing Jegede (reader rep)	
Margaret Strong (secretary)	
Monica Harris	- to 18/10
Anthony Button	- to 18/10
Geraldine Hughes	- to 18/10
Heather Cooke	- to 18/10
Heather Griffiths	
Sister Jannafer	
Jonathan Miles (treasurer)	
Rajiv Garg	
Bridget Hathaway (deanery synod)	
John Hopkins (warden)	
Dr David Child (deanery synod)	
Dr Ruth Arrand	
Comforter Zibwowa	
Richard Eaton (warden)	
Heather Baseley	- from 18/10
Brenda Okello	- from 18/10
Dr Lloyd Edwards	- from 18/10
Ruth Miller (deanery synod)	- from 18/10
Anjani Contractor	- from 18/10
Libby Golding	- from 18/10
Linda Germain	- from 18/10

The Church building and the vicarage at Portland Road, Edgbaston, Birmingham are vested in Church of England Birmingham Diocese as trustees and held for the benefit of Church of England in accordance with the trusts applicable to Church of England properties.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The activities of St Germain's Church are overseen by the PCC of the Church in accordance with the provisions of The Structure of the Church of England determined by the Church of England, and supplemented by the rules of St Germain's Church. The governing document of the registered charity is a statement adopted by the Church Meeting. It is the Parochial Church Council Powers Measure (1956) as amended and church representation rules that came into force on 2nd January 1957.

The PCC is responsible for the financial administration of the Church, and the care and maintenance of Church premises and the manse. The Church Meeting (of all members wishing to attend) gives general guidance on the life and work of the Church.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST GERMAINS EDGBASTON

The members of the PCC are the minister in pastoral charge, two church wardens, three deanery synod representatives, a reader representative and up to 12 other members (from whom the secretary and treasurer are taken) of St Germain's Church nominated and elected by the members of St Germain's Church in Church Meeting. PCC members serve for 3 years, retire by rotation and are eligible for re-election.

There is no limit on the number of consecutive periods of service. The members of the PCC are the trustees of the registered charity during their period of service as members of PCC.

The PCC met 8 times during the year. It is assisted in the administration of the Church and its property by committees. The Church Meeting met annually.

OBJECTIVES AND ACTIVITIES

Promoting in the ecclesiastical parish the whole mission of the church.

As a local congregation of the Church of England, St Germain's Church seeks to advance the Christian religion through its activities and the facilities offered to the community by its building, and described more specifically in its mission statement as the advancement of the Christian religion by the pronouncement of the Gospel of Jesus Christ.

The PCC is aware of the Charity Commission's guidance on public benefit in "The Advancement of Religion for the Public Benefit" and has regard to it in the administration of the Church.

The PCC believes that, the Church provides benefit to the public by:

- providing resources and facilities for public worship, pastoral care and spiritual, moral and intellectual development, both for the congregation and for anyone else who wishes to benefit from what the Church offers;
- promoting Christian values and service by members of the congregation to the community, for the benefit of individuals and society as a whole.

FINANCIAL REVIEW

The Statement of Financial Activities shows total incoming resources for the year ended 31 December 2020 of £521,148 (2019: £347,824) and total resources expended of £257,056 (2019: £203,188) thereby realising an overall surplus for the year of £267,460 (2019: surplus of £151,784) after allowances for net gains/losses on investments. As a result, closing net assets have increased to a level of £608,831 (2019: £341,371).

Unrestricted funds:

Ideally, the PCC would wish to have in hand an amount equal to at least 3 months' regular expenditure as "free" reserves, to meet future shortfalls in income or unexpected expense. The balance at 31 December 2020 represents 4 months of budgeted expenditure for 2020. Uncertainties due to Covid-19 restrictions place some level of difficulty on being sure of this value.

Designated Funds:

There are a number of designated and restricted funds. These occur when monies have been provided for a specific purpose. These include the Jubilee Fund (to support those in extreme hardship), Wellbeing (to support the emotional health and wellbeing service), Community Outreach Missioner (to support the work of the Community Outreach Missioner), Hall Refurbishment (to support the refurbishment of the hall, this was completed in 2021), Covid 19 Response Food Hub (to provide food for those in severe hardship due to the current pandemic), Building Project Fund (to support the construction of a building linking the church to the hall, this work is ongoing in 2021), Mission Partners fund (to support the work of mission partners), Charities Fund (to pay monies to selected charities).

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST GERMAINS EDGBASTON

Independent Examiners Report to the PCC of St Germain's Edgbaston

This report on the financial statements of the PCC for the year ended 31 December 2020, which are set out on pages 4 to 11, is in respect of an examination carried out in accordance with s145 of the Charities Act 2011 ("the Act").

Respective responsibilities of the PCC and the examiner

As members of the PCC you are responsible for the preparation of the financial statements: you consider that the audit requirements of section 144 (2) of the 2011 Act do not apply 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 under section 145(5)(b) of the 2011 Act; and
- * state whether particular matters have come to my attention.

Basis of this report

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 PCC and a comparison of the financial statements with those records. It also includes considering any unusual items or disclosures in the financial statements and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the financial statements.

Independent examiner's statement

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

- 1 which gives me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with section 130 of the 2011 Act: and
 - to prepare financial statements which accord with the accounting records and comply with the requirements of the Act have not been met: or
- 2 to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.



James Cruse ACA, FCCA
JW Hinks LLP
Chartered Accountants
19 Highfield Road
Edgbaston
Birmingham
B15 3BH


Date 03/06/2021

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST
GERMAINS EDGBASTON (charity number: 1164749)**

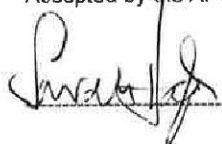
Balance Sheet as at 31 December 2020

		2020	2019
		£	£
FIXED ASSETS	Note		
Tangible fixed assets	5a	0.00	0.00
Investment assets	5b	53,325.59	49,957.45
CURRENT ASSETS			
Debtors	7	11,654.76	32,958.31
Short term deposits - CBF		36,018.01	36,016.99
Diocese re decoration		93.91	93.91
Cash at bank and in hand	9	509,384.22	223,489.81
TOTAL CURRENT ASSETS		557,150.90	292,559.02
LIABILITIES : AMOUNTS FALLING DUE WITHIN ONE YEAR	8	1,645.00	1,145.00
TOTAL NET ASSETS		<u>608,831.49</u>	<u>341,371.47</u>
FUNDS			
Restricted	6a	209,139.71	87,112.94
Unrestricted - designated	6b	135,357.10	25,664.75
Unrestricted	6c	264,334.68	228,593.78
TOTAL FUNDS		<u>608,831.49</u>	<u>341,371.47</u>

Approved by the Parochial Church Council on 31 June 2021 and signed on its behalf by:


Reverend Sarah Hayes

Accepted by the APCM on and signed on its behalf by:-

 (Chair)

6/6/2021

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST GERMAINS EDGBASTON

Statement of Financial Activities for the year ended 31 December 2020

	Note	Unrestricted Funds £	Restricted Funds £	Total 2020 £	Total 2019 £
Income from					
Donations and Legacies					
Voluntary income	2a	81,567.97	62,931.95	144,499.92	123,805.05
Other voluntary incoming resources	2b	159,431.10	36,939.32	196,370.42	215,350.47
Charitable activities	2c	6,852.16	0.00	6,852.16	6,898.17
Investments	2d	173,425.06	0.00	173,425.06	1,770.22
Total incoming resources		421,276.29	99,871.27	521,147.56	347,823.91
Expenditure on					
Charitable activities directly relating to the work of the church	3a	157,139.85	0.00	157,139.85	148,457.87
Raising funds	3b	0.00	0.00	0.00	0.00
Other					
Governance costs	3c	8,725.33	28,051.28	36,776.61	36,589.62
Grants	3d	2,000.00	61,139.22	63,139.22	18,140.89
Total outgoing resources		167,865.18	89,190.50	257,055.68	203,188.38
Net gains/(losses) on investments					
-realised		0.00	0.00	0.00	0.00
-unrealised	5b	3,368.14	0.00	3,368.14	7,148.40
Net Income/(Expenditure)		256,779.25	10,680.77	267,460.02	151,783.93
Transfers between funds	6d	-111,346.00	111,346.00	0.00	0.00
Net Movement in funds		145,433.25	122,026.77	267,460.02	151,783.93
Balances brought forward at 1 January 2020		254,258.53	87,112.94	341,371.47	189,587.54
Balances carried forward at 31 December 2020		399,691.78	209,139.71	608,831.49	341,371.47

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST GERMAINS EDGBASTON

Notes to the financial statements for the year ended 31 December 2020

Note 1 Accounting policies

The financial statements have been prepared in accordance with the Church Accounting regulations 2006 together with applicable accounting standards and the Charities SORP.

The financial statements have been prepared under the historic cost convention except for the valuation of investment assets, which are shown at market value.

Funds

General funds represent the funds of the PCC which are not subject to any restrictions regarding their use and are available for application on the general purposes of the PCC. Funds designated for a particular purpose by the PCC are also unrestricted.

The accounts include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups which are informal gatherings of church members.

Income from

Voluntary income and capital sources

Collections are recognised when received by or on behalf of the PCC.

Income tax recoverable on gift aid donations is recognised when income is recognised.

Grants and legacies to the PCC are accounted for as soon as the PCC is notified of its legal entitlement and the amount due.

Funds raised by fete, garden party and similar events are accounted for gross.

Other ordinary income

Rental income from the letting of church premises is recognised when the rental is due.

Income from investment

Dividends and interest are accounted for when receivable. Tax recoverable on such income is recognised in the same accounting year.

Net gains/(losses) on investments

Realised gains and losses are recognised when investments are sold.

Unrealised gains or losses are accounted for on revaluation of investments at 31 December.

Expenditure on

Grants

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

Activities directly relating to the work of the church

The diocesan common fund is accounted for when payable. Any common fund unpaid at 31 December is provided for in these accounts as an operational (though not a legal) liability and is shown as a creditor in the Balance Sheet.

Fixed Assets

Consecrated land and building and moveable church furnishings

Consecrated and beneficial property is excluded from the accounts by s96(2)(a) of the Charities Act 2011. No value is placed on moveable church furnishings held by the churchwardens on special trust for the PCC and which they require a faculty for disposal, since the PCC considers this to be inalienable property. All expenditure incurred during the year on consecrated or benefice buildings and moveable church furnishings, whether maintenance or improvement, is written off as expenditure in the SOFA and separately disclosed.

Other fixtures, fittings and office equipment

Equipment used within the church premises is depreciated on a straight line basis over 4 years. Individual items of equipment with a purchase price of £2,500 or less are written off when the asset is acquired.

Investments

Investments are valued at market value at 31 December.

Current assets

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

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

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST GERMAINS EDGBASTON

Notes to the financial statements for the year ended 31 December 2020

Note

2 Income from

		Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
2a Voluntary Income					
	Planned giving				
	Donations incl. gift aid via an agency	73,466.42	62,931.95	136,398.37	109,906.07
	Plate collections	6,900.00	0.00	6,900.00	7,630.00
		1,201.55	0.00	1,201.55	6,268.98
		81,567.97	62,931.95	144,499.92	123,805.05
<i>Total Restricted income includes:-</i>		2020	2019		
	<i>Mission Giving</i>	9,722.30	5,050.00		
	<i>Special Collections</i>	110.00	0.00		
	<i>Jubilee Fund</i>	6,876.00	10,645.33		
	<i>Building Fund</i>	42,471.99	0.00		
	<i>Charity Donations</i>	3,751.66	389.79		
		62,931.95	16,085.12		
2b Other voluntary incoming resources					
	Sundry income	2,976.75	0.00	2,976.75	1,602.13
	Grant re administrator (St Martins)	0.00	30,789.32	30,789.32	27,924.66
	AITC & Grantham Yorke Childrens Work	0.00	-4,650.00	-4,650.00	7,225.00
	Community Outreach Missioner	23,225.00	0.00	23,225.00	0.00
	Hall Refurbishment	75,000.00	0.00	75,000.00	0.00
	CFW Grant	0.00	0.00	0.00	13,984.32
	Covid-19 Response Food Hub	39,029.35	0.00	39,029.35	0.00
	Near Neighbours Grant	0.00	0.00	0.00	3,654.00
	Wellbeing	19,200.00	0.00	19,200.00	0.00
	Legacy	0.00	0.00	0.00	139,564.96
	Building Fund	0.00	10,800.00	10,800.00	21,395.40
		159,431.10	36,939.32	196,370.42	215,350.47
2c Activities for generating funds					
	Church hall lettings	5,594.16	0.00	5,594.16	6,141.17
	Fees funerals/weddings	1,258.00	0.00	1,258.00	407.00
	Stay & Play income	0.00	0.00	0.00	350.00
		6,852.16	0.00	6,852.16	6,898.17
2d Income from investments					
	Dividends and interest (including reclaimable tax)	1,800.59	0.00	1,800.59	1,770.22
	Gain of sale of land	171,624.47	0.00	171,624.47	0.00
		173,425.06	0.00	173,425.06	1,770.22
TOTAL INCOMING RESOURCES		421,276.29	99,871.27	521,147.56	347,823.91

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST GERMAINS EDGBASTON

Notes to the financial statements for the year ended 31 December 2020

Note

3 Expenditure on

	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
3a Charitable activities directly relating to the work of the Church				
Ministry: Common fund	37,334.00	0.00	37,334.00	52,272.00
Vicarage costs	263.14	0.00	263.14	95.04
Clergy expenses	0.00	0.00	0.00	695.95
Church running costs	9,973.25	0.00	9,973.25	12,269.31
Church maintenance and capital projects	5,251.55	0.00	5,251.55	4,021.35
Service costs	1,839.07	0.00	1,839.07	2,094.19
Teaching	34.99	0.00	34.99	641.95
Outreach Stay and Play	0.00	0.00	0.00	754.25
hut (inc maintenance)	209.64	0.00	209.64	2,715.40
general	5,735.48	0.00	5,735.48	4,623.15
Church hall running costs and maintenance	9,553.40	0.00	9,553.40	10,033.47
Music costs	0.00	0.00	0.00	709.24
Wedding/funeral fees Paid to diocese	70.00	0.00	70.00	70.00
CFW Activities - Children, Parents & Youth	0.00	0.00	0.00	31,715.77
Covid-19 Response Food Hub	31,107.26	0.00	31,107.26	0.00
Wellbeing counsellor	16,690.44	0.00	16,690.44	0.00
Church Fabric expenditure	38,483.63	0.00	38,483.63	22,550.74
Professional fees re building	594.00	0.00	594.00	3,196.06
	157,139.85	0.00	157,139.85	148,457.87
3b Raising funds	0.00	0.00	0.00	0.00
3c Governance costs				
Administrator	0.00	28,051.28	28,051.28	28,081.85
Office expenses	6,725.33	0.00	6,725.33	7,007.77
Independent examiner and professional fees	2,000.00	0.00	2,000.00	1,500.00
	8,725.33	28,051.28	36,776.61	36,589.62
3d Grants				
Mission and charitable giving:				
Mission partners and their societies	0.00	4,700.00	4,700.00	6,850.00
Charities	0.00	4,000.00	4,000.00	350.00
Jubilee fund	0.00	6,756.54	6,756.54	10,918.09
Burundi appeal	2,000.00	0.00	2,000.00	0.00
Building fund	0.00	45,682.68	45,682.68	22.80
	2,000.00	61,139.22	63,139.22	18,140.89

Grants are allocated:-

Mission partners following recommendations by the 'Gems' working group and approval by PCC. Distribution of tithe for overseas relief / local causes / UK charities in September following discussion and approval at PCC.

In an emergency a decision is made by standing committee.

Jubilee fund at the discretion of the Vicar/ churchwardens and Jubilee fund secretary. (Guidelines have been written down).

TOTAL RESOURCES USED

167,865.18	89,190.50	257,055.68	203,188.38
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THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST GERMAINS EDGBASTON

Notes to the financial statements for the year ended 31 December 2020

Note

		Total 2020 £	Total 2019 £
4	Staff Costs		
	Wages & Social Security Costs (including cleaning and hall)	65,444.74	28,081.85
		<u>65,444.74</u>	<u>28,081.85</u>

During the year the PCC had the services of an administrator via the Diocese payroll scheme. The remaining staff costs were supported by grants and specific donations towards particular projects.

5 Fixed Assets

5a The cost of the hall, which was completed in 1958 has been fully written off in the accounts. The current insurance replacement value of the hall is £270,546
The current insurance replacement value of the Church building is £4,631,007
There are no items of operational equipment which have a value which is required to be stated in the accounts.

5b Investments - Hudson Bequest

	Cash	No of Shares	Shares Market Value	Gain/loss	Total
	£		£	£	£
b/fwd 1 January 2020	241.89	5,443.77	49,715.56		49,957.45
<u>Holding</u>					
CBF Investment fund		2,333.55	47,808.14		
CBF Fixed Interest fund		3,110.22	5,275.56		
				<u>0.00</u>	
Valuation at 31 December 2020	241.89	5,443.77	53,083.70		53,325.59
Total unrealised gain in year:-	3,368.14				

The Hudson bequest was left to the Church in 1976. The PCC are able to 'spend' income and capital as "they think fit". We utilise the income each year.
It has been the practice only to spend the capital on major capital items e.g. Church repairs.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST GERMAINS EDGBASTON

Notes to the financial statements for the year ended 31 December 2020

Note

6 Analysis of net assets by fund

	01/01/2020 Opening £	Income (Inc Tfrs) £	Expenditure (Inc Tfrs) £	31/12/2020 Closing £
6a Restricted funds				
Jubilee	1,852.01	6,876.00	6,756.54	1,971.47
Mission - partners	3,082.50	9,722.30	4,700.00	8,104.80
Charities	4,487.03	3,861.66	4,000.00	4,348.69
Vicarage Decoration Fund	93.91	0.00	0.00	93.91
Office Manager	0.00	30,789.32	27,404.72	3,384.60
Near Neighbours	3,654.00	-3,654.00	0.00	0.00
AiTC and Grantham Yorke CW	7,575.00	-4,650.00	646.56	2,278.44
Building Fund	66,368.49	168,271.99	45,682.68	188,957.80
Total restricted funds	87,112.94	211,217.27	89,190.50	209,139.71
6b Unrestricted - designated funds				
Stay & Play	93.10	0.00	0.00	93.10
Church Fabric	8,417.59	6,000.00	2.99	14,414.60
Hall Fabric	15,401.03	3,000.00	13,200.00	5,201.03
Hall Refurbishment	0.00	102,250.00	38,480.64	63,769.36
Burundi Appeal	0.00	5,626.00	2,000.00	3,626.00
Covid-19 Response Food Hub	0.00	44,121.60	31,107.26	13,014.34
Community Outreach Missioner	0.00	23,225.00	4,246.51	18,978.49
Wellbeing	0.00	22,854.00	18,346.85	4,507.15
Organ	1,753.03	10,000.00	0.00	11,753.03
Total unrestricted designated funds	25,664.75	217,076.60	107,384.25	135,357.10

The above funds have been 'earmarked' by the PCC to provide resources to meet future maintenance obligations or to facilitate the running of activities.

6c Unrestricted - free funds				
Hudson bequest (see note 5b)	49,957.45	3,368.14	0.00	53,325.59
General fund	178,636.13	207,853.89	175,480.93	211,009.09
Total unrestricted free funds	228,593.58	211,222.03	175,480.93	264,334.68

The Church aims to break even each year. General reserves of:- £211,009.09 represent 40.49% of our total income in 2020.
See comments on note 5b re uses of the Hudson bequest.

TOTAL ALL FUNDS	341,371.27	639,515.90	372,055.68	608,831.49
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6d Analysis of transfers between funds	2020	2019
From General fund to :-		
Mission partners fund	0.00	3,618.31
Charities	0.00	4,118.31
Building fund	115,000.00	0.00
Net total from unrestricted to restricted	115,000.00	7,736.62
From Vicarage to General	0.00	-1,300.00
From Near Neighbours to Wellbeing	-3,654.00	0.00
Net total from unrestricted to restricted	111,346.00	6,436.62
From General fund to :-		
Church fabric	6,000.00	0.00
Hall refurbishment	3,000.00	0.00
Organ	13,000.00	0.00
Hut	0.00	563.60
Total from unrestricted to designated	22,000.00	12,000.00
From Hall Fabric to Hall Refurbishment	13,200.00	0.00

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF ST
GERMAINS EDGBASTON**

Notes to the financial statements for the year ended 31 December 2020

Note

7 Debtors

	2020	2019
	£	£
Trade debtors	3,779.00	0.00
Income tax recoverable	0.00	24,764.09
Prepayments and accrued interest	7,875.76	8,194.22
Total debtors	11,654.76	32,958.31

8 Liabilities: Amounts falling due within one year

Accruals and deferred income	1,645.00	1,145.00
Total creditors	1,645.00	1,145.00

9 Cash at bank and in hand

Building fund	188,957.80	66,368.49
Legacy J McCubbin	139,654.96	139,564.96
Remaining bank balance of other funds	180,771.46	17,556.36
Total cash at bank and in hand	509,384.22	223,489.81