

**THE FINANCIAL STATEMENTS**

**OF THE PARISH OF ST MARY, PRESTWICH**

**for the Year ended**

**31 December 2020**

# **PARISH OF ST MARY, PRESTWICH**

**31 DECEMBER 2020**

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# **PARISH OF ST MARY, PRESTWICH**

## **Statement of Council's Responsibilities**

**31 December 2020**

The Charities Act 2011 and the Church Accounting Regulations 2006 requires the Council to prepare Financial Statements for each financial year which give a true and fair view of the state of affairs of the Parochial Church Council for that period. In preparing those Financial Statements, the Council are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent
- and prepare the Financial Statements on the going concern basis unless it is inappropriate to do so.

The Council are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time, the financial position of the Parochial Church Council and to enable them to ensure that the Financial Statements comply with the Charities Act 2011 and the Church Accounting Regulations 2006. They are also responsible for safeguarding the assets of the Parochial Church Council and hence for taking reasonable steps for the prevention of fraud and other irregularities.

On Behalf of the Trust

Trustee

Trustee

## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE PAROCHIAL CHURCH COUNCIL OF ST MARY'S CHURCH, PRESTWICH

This report on the financial statements of the PCC for the year ended 31 December 2020, which are set out on pages 5 and 6, is in respect of an examination carried out in accordance with the Church Accounting Regulations 2006 ('the Regulations') and s.145 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 the Regulations and s.145(1) of the Act does not apply. It is my responsibility to issue this report of those financial statements in accordance with the terms of the Regulations.

### Basis of this report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners under s.145(5)(b) of the Act and to be found in the Church guidance, 2006 edition. That examination includes a review of the accounting records kept by the PCC and a comparison of the accounts 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 opinion on the view given by the accounts.

### 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 Act; and
  - to prepare financial statements, which accord with the accounting records and comply with the requirements of the Act and the Regulations 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.

Signed:



Mr R Morley, 127 Turton Rd, Tottington, Bury

Date:

Sunday 11<sup>th</sup> April 2021

It has clearly been a difficult year with fewer services due to covid restrictions and fewer people allowed or willing to attend these services, which has had a huge impact on voluntary giving.

Let's all hope for a more normal 2021



**PARISH OF ST MARY, PRESTWICH**  
**Statement of Financial Activities**  
**For the year ending 31 December 2020**

	Note:	Unrestricted funds £	Designated funds £	Restricted funds £	Endowment funds £	TOTAL 2020 £	TOTAL 2019 £
<b>INCOMING RESOURCES</b>							
Voluntary income	2a	29,694	55,000	-29	—	84,665	69,175
Activities for generating funds	2b	—	—	—	—	0	1,873
Investment income	2c	9,199	—	441	—	9,640	13,487
Church Fees		3,534	—	—	—	3,534	7,568
Other incoming resources	2d	30,719	10,000	—	—	40,719	56,818
<b>TOTAL INCOMING RESOURCES</b>		<b>73,146</b>	<b>65,000</b>	<b>412</b>	<b>—</b>	<b>138,558</b>	<b>148,921</b>
<b>RESOURCES EXPENDED</b>							
Cost of generating funds	3a	22	—	—	—	22	1,087
Church Activities	3b	63,424	—	240	—	63,664	101,096
Charitable activities		60	—	—	—	60	294
Governance costs		0	—	—	—	0	0
Other resources used	3c	6,738	100,014	—	—	106,752	108,252
<b>TOTAL RESOURCES EXPENDED</b>		<b>70,244</b>	<b>100,014</b>	<b>240</b>	<b>—</b>	<b>170,498</b>	<b>210,729</b>
<b>NET INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS AND LOSSES</b>		<b>2,900</b>	<b>-35,014</b>	<b>172</b>	<b>—</b>	<b>-31,940</b>	<b>-61,808</b>
<b>Transfers between funds</b>							
Gross transfers between funds - in		566	—	1,000	—	1,566	4,800
Gross transfers between funds - out		-1,000	-466	-100	—	-1,566	-4,800
<b>Net incoming / outgoing before other gains / losses</b>		<b>2,466</b>	<b>-35,480</b>	<b>1,072</b>	<b>—</b>	<b>-31,940</b>	<b>-61,808</b>
<b>Other recognised gains / losses</b>							
Gains / losses on investment assets		—	—	1,497	—	1,497	3,959
<b>NET MOVEMENT IN FUNDS:</b>		<b>2,466</b>	<b>-35,480</b>	<b>2,569</b>	<b>—</b>	<b>-30,443</b>	<b>-57,849</b>
<b>Reconciliation of funds</b>							
<b>Total funds brought forward</b>		<b>99,746</b>	<b>-52,681</b>	<b>319,200</b>	<b>755</b>	<b>367,020</b>	<b>424,866</b>
<b>Total funds carried forward</b>		<b>102,212</b>	<b>-88,161</b>	<b>321,769</b>	<b>755</b>	<b>336,577</b>	<b>367,020</b>

# PARISH OF ST MARY, PRESTWICH

## Balance Sheet

As at: 31 December 2020

	General Fund £	Designated Funds £	Restricted Funds £	Endowment Funds £	TOTAL 2020 £	TOTAL 2019 £
<b>Fixed assets</b>						
	Note: 4					
Tangible	—	—	260,000	—	260,000	260,000
Investments	-909	3,084	33,460	755	36,391	84,920
<b>Fixed assets</b>	<b>-909</b>	<b>3,084</b>	<b>293,460</b>	<b>755</b>	<b>296,391</b>	<b>344,920</b>
<b>Current assets</b>						
Debtors	—	—	—	—	—	6,038
Cash at bank and in hand	108,330	-91,247	28,052	—	45,135	19,047
<b>Current assets</b>	<b>108,330</b>	<b>-91,247</b>	<b>28,052</b>	<b>—</b>	<b>45,135</b>	<b>25,085</b>
<b>Liabilities</b>						
Creditors: Amounts falling due in one year	5,207	0	-257	—	4,950	2,988
<b>Net current assets less current liabilities</b>	<b>103,123</b>	<b>-91,247</b>	<b>28,309</b>	<b>—</b>	<b>40,185</b>	<b>22,097</b>
<b>Total assets less current liabilities</b>	<b>102,214</b>	<b>-88,163</b>	<b>321,770</b>	<b>755</b>	<b>336,576</b>	<b>367,020</b>
<b>Represented by</b>						
Unrestricted General fund	102,213	—	—	—	102,213	99,754
Designated Funds	—	-88,163	—	—	-88,163	-52,681
Restricted funds	—	—	321,770	—	321,770	319,200
Endowment Funds	—	—	—	755	755	755
<b>Funds of the church</b>	<b>102,213</b>	<b>-88,163</b>	<b>321,770</b>	<b>755</b>	<b>336,576</b>	<b>367,020</b>

Approved by the Parochial Church Council on \_\_\_\_\_ and signed by its behalf by

\_\_\_\_\_  
(PCC Chairman)

\_\_\_\_\_  
(PCC Member)

The notes on pages 7 to 10 form part of these accounts

# PARISH OF ST MARY, PRESTWICH

## NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 December 2020

### 1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the SORP 2005.

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

#### **Funds**

*Endowment funds* are funds, the capital of which must be maintained; only income arising from investment of the endowment may be used either as restricted or unrestricted funds depending upon the purpose for which the endowment was established.

*Restricted funds* represent (a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest, and (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 each year must be carried forward as a balance on that fund. The PCC does not usually invest separately for each fund. Where there is no separate investment, interest is apportioned to individual funds on an average balance basis.

*Unrestricted funds* are general funds which can be used for PCC ordinary purposes.

#### **Incoming resources**

Planned giving, collections and donations are recognised when received. Tax refunds are recognised when the incoming resources to which they are related is received. Grants and legacies are accounted for when the PCC is legally entitled to the amounts due. Dividends are accounted for when receivable, interest is accrued. All other income is recognised when it is receivable. All incoming resources are accounted for gross.

#### **Resources Expended**

Grants and donations are accounted for when paid over, or when awarded, if that award creates a binding or constructive obligation on the PCC. The diocesan parish share is accounted for when due. Amounts received specifically for mission are dealt with as restricted funds. All other expenditure is generally recognised when it is incurred and is accounted for gross.

#### **Fixed Assets**

Consecrated and benefice property is not included in the accounts in accordance with s.10(2)(a) of the Charities Act 2011.

Movable church furnishings held by the vicar and churchwardens on special trust for the PCC and which require a faculty for disposal are inalienable property, listed in the church's inventory, which can be inspected (at any reasonable time). For anything required prior to 2000 there is insufficient cost information available and therefore such assets are not valued in the financial statements. Subsequently no individual item has cost more than £1,000 so all such expenditure has been written off when incurred.

Equipment used within the church premises is depreciated on a straight-line basis over four years. Individual items of equipment with a purchase price of £1,000 or less are written off when the asset is acquired. There are no assets presently undergoing depreciation of their value.

Investments are valued at market value at 31 December.

# PARISH OF ST MARY, PRESTWICH

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2020 (contd)

### 2. INCOMING RESOURCES

	Unrestricted Funds	Designated Funds	Restricted Funds	Endowment Funds	TOTAL 2020	TOTAL 2019
	£	£	£	£	£	£
<b>2a. Voluntary income</b>						
Gift Aid Donations	22,567	—	—	—	22,567	33,517
Collections at Services	2,515	—	-29	—	2,486	7,274
Other giving	4,916	55,000	—	—	59,916	15,781
Gift Aid Received	-304	—	—	—	-304	12,602
	29,694	55,000	-29	—	84,665	69,175
<b>2b. Activities for generating funds</b>						
Fund Raising	—	—	—	—	—	1,873
	—	—	—	—	—	1,873
<b>2c. Income from investments</b>						
Dividends & Interest	199	—	441	—	640	1,164
Rent - 25 Rectory	9,000	—	—	—	9,000	12,321
	9,199	—	441	—	9,640	13,485
<b>2d. Other incoming resources</b>						
Insurance Claims	30,719	—	—	—	30,719	6,818
National Heritage	—	10,000	—	—	10,000	50,000
	30,719	10,000	—	—	40,719	56,818



# PARISH OF ST MARY, PRESTWICH

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2020 (contd)

### 3. RESOURCES USED

	Unrestricted Funds	Designated Funds	Restricted Funds	Endowment Funds	TOTAL 2020	TOTAL 2019
	£	£	£	£	£	£
<b>3a. Cost of generating funds</b>						
Fund Raising Costs	—	—	—	—	—	416
Refreshments	22	—	—	—	22	669
	22	—	—	—	22	1,085
<b>3b. Church Activities</b>						
Parish Share	31,825	—	—	—	31,825	46,000
Upkeep of Services	4,737	—	—	—	4,737	10,757
Church Insurance	6,906	—	—	—	6,906	6,273
Church Maintenance	1,283	—	—	—	1,283	2,555
Organist fees	6,458	—	—	—	6,458	6,660
Utility Costs	3,369	—	—	—	3,369	13,502
Clergy & Vicarage	3,720	—	—	—	3,720	5,290
Youth Group	—	—	240	—	240	364
Churchyard	4,314	—	—	—	4,314	3,740
25 Rectory Lane	808	—	—	—	808	2,534
Ministry	—	—	—	—	—	1,091
Parish Share 2018	—	—	—	—	—	2,330
	63,424	—	240	—	63,664	101,096
<b>3c. Other resources used</b>						
Community Centre	941	—	—	—	941	952
Major Repairs	3,494	100,014	—	—	103,508	105,600
Fees paid to diocese	2,303	—	—	—	2,303	1,699
	6,738	100,014	—	—	106,754	108,251

# PARISH OF ST MARY, PRESTWICH

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2020 (contd)

### 4. FIXED ASSETS

Fixed assets comprise of properties:

1. 25 Rectory Lane, with a market value at 31st December £210,000
2. Church Lane Community Centre, with a market value at 31st December £50,000

In the opinion of the PCC no provision is deemed necessary for the long leasehold property, which comprises the house located at 25 Rectory Lane, Prestwich, Manchester and the freehold property at Church Lane Community Centre

### 5. LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR

	TOTAL
	2020
	£
Major repairs	3,495
Utilities - gas/water	584
Expenses - Clergy	496
Churchyard Maintenance	150
Fees for services	225
<b>Total</b>	<b>£4,950</b>