

**THE PAROCHIAL CHURCH COUNCIL OF
ST NICHOLAS AND ST LUKE DEPTFORD**

ACCOUNTS

FOR THE YEAR TO 31 DECEMBER 2020

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

The following served on the parochial church council during the year to 31 December 2020:

Ex Officio:

Vicar	Revd Louise Codrington-Marshall
Churchwardens	Maureen Vitler Hope Moss Azuka Egboh
Deanery Synod Representatives	Colin Moss Letitia Addae-Kodua

Elected Members

Jennifer Morgan
Nick Uche Alim
Pauline Watkins
Kay Ingledew
Eleanor Smith
Ayodele Aliu

Co-opted

Florence Soares

Address

St Nicholas Church
Deptford Green
London
SE8 3DQ

Bankers

CAF Bank
25 Kings Hill Avenue
Kings Hill
West Malling
Kent, ME19 4JQ

National Westminster Bank
2 Greenwich Church Street
London, SE10 9BQ

Independent Examiner

Field Sullivan
Chartered Accountants
Neptune House
70 Royal Hill
London, SE10 8RF

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD
Annual Report for the year ended 31 December 2020

Reference and Administrative Details

The parish consists of two churches: St Nicholas, which is situated in Deptford Green and St Luke, which is located at 190 Evelyn Street. St Luke's is not currently used for worship due to major structural defects. The parish is part of the Diocese of Southwark within the Church of England. The correspondence address is Parish Office, St Nicholas Church, Deptford Green, London SE8 3DQ.

The Parochial Church Council (PCC) is a registered charity (no. 1176157).

A list of PCC members for 2020 is shown on Page 1 of the Annual PCC Accounts.

Structure, Governance and Management

The method of appointment of PCC members is set out in the Church Representation Rules. Apart from those who are ex-officio, PCC members are elected to serve for a term of three years. All church members are encouraged to register on the Electoral Roll and stand for election to the PCC.

Objectives, Activities and Public Benefit

St Nicholas and St Luke PCC has the responsibility of co-operating with the Vicar in promoting in the ecclesiastical parish the whole mission of the Church, pastoral, evangelistic, social and ecumenical. It also has maintenance responsibilities for St Nicholas' and St Luke's Churches. In setting its objectives and carrying out its activities, the PCC has had regard to the Charity Commission's guidance on public benefit.

Achievements and Performance

Church membership

Due to the Covid-19 pandemic the Church Electoral Roll was not updated in 2020. There are 48 church members on the Church Electoral Roll which was compiled in 2019. A number of people were away or ill when the roll was collated, so the 2019 figure does not fully reflect the current church membership.

Church activities

The PCC met four times during the year to 31 December 2020. The last three meetings were conducted on Zoom, following changes in the church representation rules to allow meetings to take place virtually rather than in-person. The following subjects, reflecting the church's activities, achievements, issues and concerns, and demonstrating the benefit to the community, were discussed:

Covid-19: The impact on church activities and worship was discussed, including ensuring that all government and Church of England guidance was complied with. Sadly, normal church activities had to be curtailed for much of the year, however physical meetings and activities were replaced with regular online services and communication on Whatsapp. Weekly bible study and a Friday night social meeting was held on Zoom, so that the church community remained strong and supported during the pandemic, despite the inability to meet in person.

Protocols were put in place to ensure that when the church was able to reopen either for private prayer or services this was done in a Covid-secure way with the health and safety of church members, visitors and staff being paramount.

Annual Report for the year ended 31 December 2020
(Continued)

Church activities (cont.)

Due to the pandemic no elections for PCC members could be held in the year, and the existing terms of PCC members and churchwardens that were due to end were therefore extended by a year, until the 2021 Annual Parochial Church Meeting.

St Luke's Redevelopment: An application that St Luke's should be locally listed was put to Lewisham council by members of the local community. Had this application been successful this would have had significant implications for how the church could be redeveloped, however it was turned down. Due to the Covid pandemic, there was limited opportunity to progress on the redevelopment project during the year.

Matters of safeguarding policy were also considered by the PCC. The PCC follows all diocesan safeguarding policies, and safeguarding training has been undertaken by key staff and volunteers.

In addition, the PCC ensured that necessary repairs and maintenance to the church building were carried out. Fortunately, no major items were identified by the quinquennial inspection, however repairs to the leaking roof will need to be carried out as well as repointing and relaying of pavings in the churchyard. These items were not dealt with in 2020 due to Covid-19.

Financial Review

As detailed in the accounts, expenditure for the year from unrestricted funds exceeded income by £20,781. This is compared with a deficit of £16,593 in 2019.

The increase in the underlying deficit partly reflects the impact of Covid-19 in the last three-quarters of the year, as explained below. However, in addition to the consequences of the pandemic there was a decline in income compared with the prior year due to the Evelyn 190 Centre no longer renting part of the St Luke's building as well as the lack of legacy income in 2020. This income shortfall was partly offset by the fact that no major repair work had to be undertaken on the St Nicholas church building in 2020.

Covid-19 Financial Impact

As a result of the church remaining closed, or only open for private prayer, for much of the year, income from giving was only just over half of the previous year's level. The overall adverse income impact of the pandemic, including lower gift aid and loss of activities from events, is estimated at approximately £11,200.

However, the pandemic also resulted in significant savings in church running costs (including lower cost of services, stationery and heating and lighting expenditure) as well as some ministry cost savings. These savings amounted to close to £8,500, resulting in an estimated net overall negative financial impact of Covid-19 during the year of approximately £2,700.

Investments

Investment income amounted to £29,902 in 2020 (2019: £30,680). The value of investments increased by £48,559 in the year to 31 December 2020, primarily reflecting the movement in equity markets during the year.

Fund balances

The balance of unrestricted PCC funds at 31 December 2020 was £981,104 and restricted funds amounted to £29,718, giving a total funds balance at the end of the year of £1,010,822, compared with £982,363 the year before.

Annual Report for the year ended 31 December 2020
(Continued)

Reserves Policy

The PCC's policy is to retain at least 6 months' expenditure as free reserves, to meet future shortfalls in income or unexpected expenditure. This excludes amounts that are held as long-term investments in order to generate ongoing income to finance church activities.

As at 31 December 2020 the free reserves amounted to £25,731 which equates to 5 months' expenditure. (2019: £46,512 representing 7 months' expenditure). The PCC is concerned that at the rate of decline in free reserves seen in recent years it is likely that it will be necessary to sell unrestricted investments within the next two to three years to provide working capital, as at the current time it is unrealistic to expect the gap between income and expenditure to be covered by an increase in donations or other income. In the longer term, the redevelopment of St Luke's is expected to provide significant opportunities to increase church income and re-establish a firm financial footing for the PCC.

[signed by Revd. Louise Codrington-Marshall]

Approved by the PCC on 26 April 2021 and signed on their behalf.

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

**STATEMENT OF THE PAROCHIAL CHURCH COUNCIL'S RESPONSIBILITIES
FOR THE YEAR ENDED 31 DECEMBER 2020**

The Parochial Church Council are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Charity Law requires the Parochial Church Council to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the church and its financial activities for that period. In preparing those financial statements, the trustees are required to:

- a) select suitable accounting policies and apply them consistently;
- b) observe the methods and principles in the Charities SORP;
- c) make judgements and estimates that are reasonable and prudent;
- d) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements;
- e) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the church will continue in operation.

The Parochial Church Council are responsible for keeping proper records that disclose with reasonable accuracy at any time the financial position of the church, and which enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the church and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Examiner's Report to the Trustees of The Parochial Church Council of St Nicholas and St Luke, Deptford

I report to the trustees on my examination of the financial statements of The Parochial Church Council of St Nicholas and St Luke, Deptford ('the charity') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet and related notes.

This report is made solely to the charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in this 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, for this report, or for the opinions I have formed.

Responsibilities and basis of report

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

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

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the financial statements. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently I express no opinion as to whether the financial statements present a 'true and fair' view and my report is limited to those specific matters set out in the independent examiner's statement.

Independent examiner's statement

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

- accounting records were not kept in respect of the charity as required by section 130 of the Act; or
- the financial statements do not accord with those records; or
- the financial statements 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 financial statements to be reached.



Timothy Sullivan FCA

Field Sullivan Limited – Chartered Accountants
70 Royal Hill
London SE10 8RF

Date: 18/5/21

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

		Unrestricted	Restricted	TOTAL	Unrestricted	Restricted	TOTAL
		Funds	Funds	FUNDS	Funds	Funds	FUNDS
Notes		2020	2020	2020	2019	2019	2019
		£	£	£	£	£	£
Income from:							
<i>Donations and legacies</i>	2	9,983	-	9,983	20,872	1,510	22,382
<i>Charitable activities</i>	3	230	-	230	9,124	111	9,235
<i>Investments</i>	4	29,063	839	29,902	29,857	823	30,680
Total income		<u>39,276</u>	<u>839</u>	<u>40,115</u>	<u>59,853</u>	<u>2,444</u>	<u>62,297</u>
Expenditure on:							
<i>Charitable activities</i>	5	60,057	158	60,215	76,446	1,655	78,101
Total expenditure		<u>60,057</u>	<u>158</u>	<u>60,215</u>	<u>76,446</u>	<u>1,655</u>	<u>78,101</u>
Net (expenditure)/income before investment gains		(20,781)	681	(20,100)	(16,593)	789	(15,804)
Net gains on investments	9	46,803	1,756	48,559	117,839	4,094	121,933
Net income		<u>26,022</u>	<u>2,437</u>	<u>28,459</u>	<u>101,246</u>	<u>4,883</u>	<u>106,129</u>
Net movement in funds		<u>26,022</u>	<u>2,437</u>	<u>28,459</u>	<u>101,246</u>	<u>4,883</u>	<u>106,129</u>
Total funds brought forward at 1 January 2020		955,082	27,281	982,363	853,836	22,398	876,234
Total funds carried forward at 31 December 2020		<u><u>981,104</u></u>	<u><u>29,718</u></u>	<u><u>1,010,822</u></u>	<u><u>955,082</u></u>	<u><u>27,281</u></u>	<u><u>982,363</u></u>

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPFORD

BALANCE SHEET AT 31 DECEMBER 2020

	Notes	<u>2020</u>	<u>2019</u>
		£	£
Fixed assets			
Tangible fixed assets	8	-	-
Investments	9	967,408	918,848
Total fixed assets		967,408	918,848
Current assets			
Debtors	10	4,009	4,705
Cash Deposits with Central Board of Finance		33,696	53,501
Cash at bank and in hand		7,835	9,221
		45,540	67,427
Creditors: amounts falling due within one year	11	(2,126)	(3,912)
Net current assets		43,414	63,515
Total assets less current liabilities		1,010,822	982,363
NET ASSETS	13	1,010,822	982,363
REPRESENTED BY VALUE OF FUNDS			
General Funds	14	964,046	938,024
Designated Funds	14	17,058	17,058
Total Unrestricted Funds		981,104	955,082
Restricted Funds	14	29,718	27,281
		1,010,822	982,363

Approved by the Parochial Church Council on 26 April 2021 and signed on its behalf

[signed by Revd. Louise Codrington-Marshall]

Vicar

The accompanying notes form a part of these financial statements.

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. Accounting Policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year.

(i) Basis of accounting

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the 2015 Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard 102.

The financial statements have been prepared under the historical cost convention.

(ii) Assessment of Going Concern

The Parochial Church Council (PCC) has assessed whether the use of the going concern assumption is appropriate in preparing these accounts. In making this assessment the PCC has specifically considered the Covid-19 pandemic and its potential impact on the operations and finances of the charity. In view of the fact that the charity has unrestricted liquid assets, including cash and marketable securities, equivalent to over 10 years' expenditure the PCC is confident that the church has adequate resources to operate for the foreseeable future, that there are no material uncertainties over its going concern status and that it can adopt the going concern basis in preparing its financial statements.

(iii) Fund accounting

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

Restricted funds are those funds that must be spent on restricted purposes and details of the funds held and restrictions are provided in note 14.

The financial statements include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the financial statements of church groups that owe their main affiliation to another body, nor those that are informal gatherings of church members.

(iv) Incoming resources

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts.

Voluntary income and capital sources:

- Collections are recognised when received by or on behalf of the PCC
- Planned giving under Gift Aid is recognised only when received
- Tax recoverable on Gift Aid donations is recognised when the donation is recognised
- Grants and legacies to the PCC are accounted for as soon as the PCC is notified of its legal entitlement, the amount due is quantifiable and its ultimate receipt by the PCC is reasonably certain
- Income from fundraising and similar events is accounted for gross.

Other income

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

Investment income

- Interest entitlements are accounted for as they are accrued. Tax recoverable on such income is recognised in the same accounting year.

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2020

1. Accounting Policies (Cont.)

(v) Resources expended

Expenditure is accounted for on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

- Grants and donations are accounted for when paid over, or when awarded, if that award creates a binding obligation on the PCC.
- The diocesan parish share is accounted for when due. Any parish share unpaid at 31 December is provided for in these financial statements as an operational though not a legal liability and is shown as a creditor in the balance sheet.

(vi) Fixed assets

Consecrated property and moveable church furnishings:

- Consecrated and beneficed property of any kind is excluded from the accounts by s10(2)a Charities Act 2011.
- No value is placed on moveable church furnishings held by the churchwardens on special trust for the PCC which requires a faculty for disposal.
- All expenditure incurred during the year on consecrated or beneficed buildings and moveable church furnishings, whether maintenance or improvement, is written off.

(vii) Current assets

- Amounts owing to the PCC at 31 December in respect of fees, rents or other income are shown as debtors less provision for amounts that may prove uncollectable.
- Short-term deposits include cash held on deposit with the CBF Church of England Funds or at the bank.

(viii) Investments

Investments held as fixed assets are initially valued at cost on the day of purchase. All investments are then revalued at mid-market price at the year end. The differences in the values of investments at the beginning and end of the year are treated as unrecognised gains or losses and form part of unrestricted reserves. When the investments are sold the difference between the sale proceeds and their value in the books on the date of sale is treated as a recognised gain or loss.

(ix) Debtors

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade debtors is established when there is objective evidence that the church will not be able to collect all amounts due according to the original terms of the receivables.

(x) Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

(xi) Creditors

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method. Short-term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

2 Donations and Legacies

	Unrestricted Funds	Restricted Funds	TOTAL FUNDS 2020	TOTAL FUNDS 2019
	£	£	£	£
Planned giving - Standing Orders	2,490	-	2,490	2,775
Other Planned Giving	2,948	-	2,948	3,793
Income tax recoverable	825	-	825	2,646
Collections at all services	1,618	-	1,618	6,976
Other donations	2,102	-	2,102	2,125
Legacy	-	-	-	4,067
	<u>9,983</u>	<u>-</u>	<u>9,983</u>	<u>22,382</u>

3 Income from Charitable Activities

	Unrestricted Funds	Restricted Funds	TOTAL FUNDS 2020	TOTAL FUNDS 2019
	£	£	£	£
<i>Church activities</i>				
190 Centre Rent	-	-	-	4,666
Other rental income	-	-	-	660
Leapfrogs	144	-	144	609
Fees from weddings etc	86	-	86	840
Projects and events	-	-	-	1,437
Miscellaneous Income	-	-	-	1,023
	<u>230</u>	<u>-</u>	<u>230</u>	<u>9,235</u>

4 Investment income

	Unrestricted Funds	Restricted Funds	TOTAL FUNDS 2020	TOTAL FUNDS 2019
	£	£	£	£
Dividends and interest	29,063	839	29,902	30,680
	<u>29,063</u>	<u>839</u>	<u>29,902</u>	<u>30,680</u>

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

5 Charitable activities

	Unrestricted Funds £	Restricted Funds £	TOTAL FUNDS 2020 £	TOTAL FUNDS 2019 £
<i>Church activities</i>				
Missionary and Charitable Giving	914	158	1,072	2,214
Ministry Costs				
Parish Share paid to Diocese	24,000	-	24,000	24,000
Other ministry costs	549	-	549	1,912
	<u>24,549</u>	<u>-</u>	<u>24,549</u>	<u>25,912</u>
Children's and youth activities	102	-	102	1,050
Church running expenses				
Upkeep of services	1,072	-	1,072	2,018
Covid-19 health and safety measures	1,561	-	1,561	-
Projects and events	-	-	-	1,090
Electricity/gas/water	4,329	-	4,329	5,374
Music and books	719	-	719	1,932
Insurance	8,579	-	8,579	8,227
Stationery/general office expenses	5,235	-	5,235	7,604
Hospitality	193	-	193	1,401
Outsourced office services	6,029	-	6,029	6,199
Miscellaneous expenses	425	-	425	845
	<u>28,142</u>	<u>-</u>	<u>28,142</u>	<u>34,690</u>
Church property expenses				
<i>St Nicholas</i>				
General maintenance and repairs	601	-	601	4,983
Professional Fees - quinquennial	1,140	-	1,140	-
Cleaning and Garden Maintenance	1,477	-	1,477	2,352
Fire extinguishers/security	1,720	-	1,720	3,354
<i>St Luke</i>				
Redevelopment costs	-	-	-	2,160
	<u>4,938</u>	<u>-</u>	<u>4,938</u>	<u>12,849</u>
Independent examination	1,412	-	1,412	1,386
	<u>60,057</u>	<u>158</u>	<u>60,215</u>	<u>78,101</u>

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

6 Staff Costs and Numbers

No staff were employed by the charity in 2020 (2019: nil)

7 Transactions with PCC members

No member of the PCC received any remuneration or expenses.

8 Tangible Fixed Assets

	Sound system	TOTAL
Cost or valuation	£	£
At 1 January 2020	15,808	15,808
Additions	-	-
Disposals	-	-
Revaluation	-	-
At 31 December 2020	<u>15,808</u>	<u>15,808</u>
Depreciation		
At 1 January 2020	15,808	15,808
Provided in the year	-	-
Disposals	-	-
At 31 December 2020	<u>15,808</u>	<u>15,808</u>
Net book amounts		
At 1 January 2020	<u>-</u>	<u>-</u>
At 31 December 2020	<u>-</u>	<u>-</u>

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

9 Investments	2020	2019
	£	£
<u>Fixed Asset UK Investments</u>		
<i>Movement in year</i>		
Brought forward	918,848	796,915
Additions during the Year:		
Elizabeth Giles - Donation	-	-
Revaluation (Loss)/Gain	48,559	121,933
	<u>967,408</u>	<u>918,848</u>
 <i>Portfolio details</i>	Units	Market value
		£
Mayfair Property Income Trust for Charities (Unrestricted)	133,478.00	108,331
CBF Investment Fund (Unrestricted)	40,592.56	829,984
COIF Investment Funds (Restricted)	1,618.46	29,093
		<u>967,408</u>
 10 Debtors	2020	2019
	£	£
Income Tax Recoverable	825	1,749
Other Debtors	305	305
Prepayments and Accrued Income	2,879	2,651
	<u>4,009</u>	<u>4,705</u>
 11 Creditors: amounts falling due within one year	2020	2019
	£	£
Creditors	726	1,882
Accruals	1,400	2,030
	<u>2,126</u>	<u>3,912</u>
 12 Commitments under operating leases		
At 31 December 2020 the PCC was committed to making the following total minimum lease payments under non-cancellable agreements in respect of:		
	2020	2019
	£	£
<i>Health and safety agreement</i>		
Payments due within one year	2,024	2,024
Payments due between one and two years	2,024	2,024
Payments due between two and five years	1,687	3,711
	<u>5,735</u>	<u>7,759</u>
 <i>Office equipment</i>		
Payments due within one year	1,363	1,363
Payments due between one and two years	1,363	1,363
Payments due between two and five years	1,704	3,066
	<u>4,430</u>	<u>5,792</u>

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

13 Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total
	£	£	£
Fixed asset investments	938,315	29,093	967,408
Current assets	44,915	625	45,540
Current liabilities	(2,126)	-	(2,126)
Net assets at 31 December 2020	<u>981,104</u>	<u>29,718</u>	<u>1,010,822</u>

14 Movements in funds

	At 1 January 2020	Income	Expenditure	Transfers	Gain on revaluation of investments	At 31 December 2020
	£	£	£	£	£	£
Unrestricted funds:						
General funds						
Long-Term Investment	891,512	-	-	-	46,803	938,315
Free Reserves	46,512	39,276	(60,057)	-	-	25,731
Total general funds	938,024	39,276	(60,057)	-	46,803	964,046
Designated funds:						
Fabric and Maintenance fund	7,718	-	-	-	-	7,718
St Luke's Redevelopment fund	9,340	-	-	-	-	9,340
Total designated funds	17,058	-	-	-	-	17,058
Total unrestricted funds	<u>955,082</u>	<u>39,276</u>	<u>(60,057)</u>	<u>-</u>	<u>46,803</u>	<u>981,104</u>
Restricted funds:						
Elizabeth Giles fund	5,152	158	(158)	-	331	5,483
Machin's fund	20,658	681	-	-	1,425	22,764
War Memorial fund	1,350	-	-	-	-	1,350
Organ Fund	121	-	-	-	-	121
Total restricted funds	<u>27,281</u>	<u>839</u>	<u>(158)</u>	<u>-</u>	<u>1,756</u>	<u>29,718</u>
Total funds	<u>982,363</u>	<u>40,115</u>	<u>(60,215)</u>	<u>-</u>	<u>48,559</u>	<u>1,010,822</u>

Designated Funds

Fabric and Maintenance Fund

The PCC designated £10,000 as a fabric and maintenance fund at the beginning of previous year. The amount is equivalent to the total major repair expenditure in the previous five years (2014-2018). The amount was designed to cover potential major repair expenditure identified as a result of the quinquennial inspection of St Nicholas Church carried out in 2019. The balance at 31 December 2020 is the same as the prior year as no major repairs were carried out in 2020.

St Luke's Redevelopment Fund

The St Luke's Redevelopment Fund (designated) represents £10,000 ring-fenced by the PCC in 2019 to cover costs associated with the redevelopment of St Luke's Church, less redevelopment-related professional fees incurred in 2019. No expenditure was incurred related to the redevelopment in 2020.

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

14 Movements in funds (cont.)

Restricted Funds

Elizabeth Giles Fund

The restricted fund known as the "Elizabeth Giles Fund" was created in 2014 when the former Elizabeth Giles Charity donated its assets to the PCC.

Machin's Fund

Machin's Fund was created in January 2015 when the assets of the former Thomas Machin's Educational Charity were donated to the PCC. Its purpose is to provide educational benefits to the children in the parish of St Nicholas and St Luke Deptford. A committee consisting of the vicar and the churchwardens determine what grants should be made from this fund.

War Memorial Fund

The war memorial fund represents restricted donations made to towards the cost of replacing the lost war memorial at St Luke's Church. A new memorial was originally proposed to be constructed in conjunction with the commemoration of the centenary of the end of the First World War, and relocated to St Nicholas' Church. Subsequently, in line with the wishes of the donors, the work on the memorial has now been deferred so that it can be located at St Luke's once the reconstruction of the church has been completed.

Organ Fund

The organ fund represents restricted donations made to support the cost of moving the organ currently at St Luke's Church and relocating it to St Nicholas.

15 Covid

Nicholas church building had to be closed until the end of June, when it reopened for private prayer on Sundays. Sunday services resumed in the first week of September with limited numbers. The Covid-19 has had some negative impact on the church finances. However, because the PCC has cash and unrestricted marketable investments worth over £900,000, the pandemic will not have a material impact on the overall financial viability of the church.