

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

ACCOUNTS

FOR THE YEAR TO 31 DECEMBER 2021

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

The following served on the parochial church council during the year to 31 December 2021:

Ex Officio:

Vicar	Revd Louise Codrington-Marshall
Churchwardens	Maureen Vitler Hope Moss Azuka Egboh Eleanor Smith (from 16 May 2021. Elected member to 15 May 2021)
Deanery Synod Representatives	Colin Moss Letitia Addae-Kodua (to 16 May 2021)
Elected Members	Jennifer Morgan Nick Uche Alim Pauline Watkins Kay Ingledew Ayodele Aliu
Co-opted	Mark Gregory (from 7 June 2021)
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 Examiners	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 2021

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 2021 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

The number of church members on the electoral role increased to 66, compared with the last role that was compiled in 2019. (Due to the Covid-19 pandemic the Church Electoral Roll was not updated in 2020). The PCC is pleased to see this significant increase in church membership, despite the challenges presented by the Covid-19 pandemic.

Church activities

The PCC met eight times during the year to 31 December 2021, including one emergency meeting to address the scaffolding situation at St Luke's and one additional meeting to conclude business carried over from the previous scheduled meeting. All were held on Zoom due to the pandemic. 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. The church reopened for Sunday worship in March, with social distancing and Covid protocols in place to keep those attending safe. When normal activities were not possible due to the pandemic these were replaced with 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.

Annual Report for the year ended 31 December 2021
(Continued)

Church activities (cont.)

For the first time since 2019 it was possible to elect new members onto the PCC. The existing churchwardens were all re-elected as it was felt important to have experienced churchwardens to provide stability and support through the pandemic.

St Luke's Redevelopment: The redevelopment plans require Lewisham council's consideration before detailed planning permission can be sought, and this has been delayed due to the pandemic. The PCC concentrated therefore on areas that were within its control and needed to be progressed, such as clearance of the building, moving items to St Nicholas for storage and ensuring that the building remained safe. In particular, the need ensure that the scaffolding was fit for purpose and was inspected in line with legal requirements was addressed by the PCC, assisted by Tim Gough (church architect). We welcomed Eric Williamson from the Diocese of Southwark and Tim Gough to the July meeting. Eric explained his role in assisting with projects and property developments, and updated the PCC on dialogue with Jubilee Resources and Lewisham Council to gain support for the plan to redevelop St Luke's.

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. This included repairs to the church roof and guttering, as there have been significant leaks in wet weather.

Financial Review

As detailed in the accounts, expenditure for the year from unrestricted funds exceeded income by £18,127. This is compared with a deficit of £20,781 in 2020.

The decrease in the underlying deficit reflects increased collections at services, as the church reopened after the lockdown, as well as lower utility costs and telephone expenditure due to correction of prior year charges, partly offset by higher church maintenance expenditure as repairs were deferred from 2020 to 2021 because of Covid.

Investments

The policy of the PCC is to invest surplus funds not immediately required to meet foreseeable operating requirements in charity-specific investment funds. The overriding investment objective is to provide the best investment return within an acceptable level of risk. Specific, quantified investment returns have not been established, but the PCC aims to protect the long-term capital value of the investment assets whilst providing a long-term investment stream.

The performance of the selected investment funds is monitored regularly, and should there be any concerns the PCC may elect to invest in different funds. Any such decision would be taken in consultation with the Diocese of Southwark, who act as custodian trustee of the invested assets.

In 2021 Investment income amounted to £30,329 (2020: £29,902). The value of investments increased by £142,334 to £1,109,742 in the year to 31 December 2021, primarily reflecting the movement in equity markets during the year.

Annual Report for the year ended 31 December 2021
(Continued)

Fund balances

The balance of unrestricted PCC funds at 31 December 2021 was £1,101,166 and restricted funds amounted to £34,558, giving a total funds balance at the end of the year of £1,135,724 compared with £1,010,822 the year before

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 2021 the free reserves amounted to £16,632 which equates to 3 months' expenditure. (2020: £25,731 representing 5 months' expenditure). The PCC is concerned by the rate of decline in free reserves seen in recent years and it is likely that it will be necessary to sell unrestricted investments within the next one to two 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 parish.

[signed by] _____
Revd Louise Codrington-Marshall – Vicar

Approved by the PCC on 9 May 2022 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 2021**

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 2021 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: 14/6/22

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

		Unrestricted Funds	Restricted Funds	TOTAL FUNDS	Unrestricted Funds	Restricted Funds	TOTAL FUNDS
	Notes	2021	2021	2021	2020	2020	2020
		£	£	£	£	£	£
Income from:							
<i>Donations and legacies</i>	2	14,092	-	14,092	9,983	-	9,983
<i>Charitable activities</i>	3	826	-	826	230	-	230
<i>Investments</i>	4	29,473	856	30,329	29,063	839	29,902
Total income		<u>44,392</u>	<u>856</u>	<u>45,248</u>	<u>39,276</u>	<u>839</u>	<u>40,115</u>
Expenditure on:							
<i>Charitable activities</i>	5	62,519	161	62,680	60,057	158	60,215
Total expenditure		<u>62,519</u>	<u>161</u>	<u>62,680</u>	<u>60,057</u>	<u>158</u>	<u>60,215</u>
Net (expenditure)/income before investment gains		(18,127)	695	(17,432)	(20,781)	681	(20,100)
Net gains on investments	9	<u>138,189</u>	<u>4,145</u>	<u>142,334</u>	<u>46,803</u>	<u>1,756</u>	<u>48,559</u>
Net income		<u>120,062</u>	<u>4,840</u>	<u>124,902</u>	<u>26,022</u>	<u>2,437</u>	<u>28,459</u>
Net movement in funds		<u>120,062</u>	<u>4,840</u>	<u>124,902</u>	<u>26,022</u>	<u>2,437</u>	<u>28,459</u>
Total funds brought forward at 1 January 2021		981,104	29,718	1,010,822	955,082	27,281	982,363
Total funds carried forward at 31 December 2021		<u><u>1,101,166</u></u>	<u><u>34,558</u></u>	<u><u>1,135,724</u></u>	<u><u>981,104</u></u>	<u><u>29,718</u></u>	<u><u>1,010,822</u></u>

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPFORD

BALANCE SHEET AT 31 DECEMBER 2021

	Notes	<u>2021</u>	<u>2020</u>
		£	£
Fixed assets			
Tangible fixed assets	8	-	-
Investments	9	1,109,742	967,408
Total fixed assets		1,109,742	967,408
Current assets			
Debtors	10	4,659	4,009
Cash Deposits with Central Board of Finance		8,707	33,696
Cash at bank and in hand		14,457	7,835
		27,823	45,540
Creditors: amounts falling due within one year	11	(1,841)	(2,126)
Net current assets		25,982	43,414
Total assets less current liabilities		1,135,724	1,010,822
Creditors: amounts falling due after one year		-	-
NET ASSETS	13	<u>1,135,724</u>	<u>1,010,822</u>

REPRESENTED BY VALUE OF FUNDS

General Funds	14	1,093,136	964,046
Designated Funds	14	8,030	17,058
Total Unrestricted Funds		1,101,166	981,104
Restricted Funds	14	34,558	29,718
		<u>1,135,724</u>	<u>1,010,822</u>

Approved by the Parochial Church Council on 9 May 2022 and signed on their behalf

[signed by] _____

Revd Louise Codrington-Marshall – Vicar

[signed by] _____

Mark Gregory – PCC Treasurer

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 2021

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 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 Ireland (FRS 102) (effective 1 January 2019) – Charities SORP (FRS 102) – Second edition October 2019. They also comply with the Charities Act 2011. 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 2021**

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 2021**

2 Donations and Legacies

	Unrestricted Funds	Restricted Funds	TOTAL FUNDS 2021	TOTAL FUNDS 2020
	£	£	£	£
Planned giving - Standing Orders	2,340	-	2,340	2,490
Other Planned Giving	4,391	-	4,391	2,948
Income tax recoverable	2,230	-	2,230	825
Collections at all services	4,226	-	4,226	1,618
Other donations	905	-	905	2,102
	<u>14,092</u>	<u>-</u>	<u>14,092</u>	<u>9,983</u>

3 Income from Charitable Activities

	Unrestricted Funds	Restricted Funds	TOTAL FUNDS 2021	TOTAL FUNDS 2020
	£	£	£	£
<i>Church activities</i>				
Leapfrogs	118	-	118	144
Fees from weddings etc	450	-	450	86
Miscellaneous Income	258	-	258	-
	<u>826</u>	<u>-</u>	<u>826</u>	<u>230</u>

4 Investment income

	Unrestricted Funds	Restricted Funds	TOTAL FUNDS 2021	TOTAL FUNDS 2020
	£	£	£	£
Dividends and interest	29,473	856	30,329	29,902
	<u>29,473</u>	<u>856</u>	<u>30,329</u>	<u>29,902</u>

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2021**

5 Charitable activities

	Unrestricted Funds £	Restricted Funds £	TOTAL FUNDS 2021 £	TOTAL FUNDS 2020 £
<i>Church activities</i>				
Missionary and Charitable Giving	1,339	161	1,500	1,072
Ministry Costs				
Parish Share paid to Diocese	24,000	-	24,000	24,000
Other ministry costs	194	-	194	549
	<u>24,194</u>	<u>-</u>	<u>24,194</u>	<u>24,549</u>
Children's and youth activities	16	-	16	102
Church running expenses				
Upkeep of services	548	-	548	1,072
Covid-19 health and safety measures	430	-	430	1,561
Electricity/gas/water	941	-	941	4,329
Music and books	493	-	493	719
Insurance	8,687	-	8,687	8,579
Stationery/general office expenses	2,709	-	2,709	5,235
Hospitality	97	-	97	193
Outsourced office services	6,223	-	6,223	6,029
Miscellaneous expenses	319	-	319	425
	<u>20,447</u>	<u>-</u>	<u>20,447</u>	<u>28,142</u>
Church property expenses				
<i>St Nicholas</i>				
General maintenance and repairs	3,615	-	3,615	601
Professional Fees - quinquennnial	-	-	-	1,140
Cleaning and Garden Maintenance	1,722	-	1,722	1,477
Security/Health & Safety	2,582	-	2,582	1,720
<i>St Luke</i>				
Maintenance and Redevelopment costs	7,120	-	7,120	-
	<u>15,039</u>	<u>-</u>	<u>15,039</u>	<u>4,938</u>
Independent examination	1,484	-	1,484	1,412
	<u>62,519</u>	<u>161</u>	<u>62,680</u>	<u>60,215</u>

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2021**

6 Staff Costs and Numbers

No staff were employed by the charity in 2021 (2020: 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 2021	15,808	15,808
Additions	-	-
Disposals	-	-
Revaluation	-	-
At 31 December 2021	<u>15,808</u>	<u>15,808</u>
Depreciation		
At 1 January 2021	15,808	15,808
Provided in the year	-	-
Disposals	-	-
At 31 December 2021	<u>15,808</u>	<u>15,808</u>
Net book amounts		
At 1 January 2021	<u>-</u>	<u>-</u>
At 31 December 2021	<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 2021**

9 Investments	2021	2020
	£	£
<u>Fixed Asset UK Investments</u>		
<i>Movement in year</i>		
Brought forward	967,408	918,849
Revaluation Gain	142,334	48,559
	1,109,742	967,408

<i>Portfolio details</i>	Units	Market value
		£
Mayfair Property Income Trust for Charities (Unrestricted)	133,478.00	127,178
CBF Investment Fund (Unrestricted)	40,592.56	949,326
COIF Investment Funds (Restricted)	1,618.46	33,238
		1,109,742

10 Debtors	2021	2020
	£	£
Income Tax Recoverable	2,230	825
Other Debtors	-	305
Prepayments and Accrued Income	2,429	2,879
	4,659	4,009

11 Creditors: amounts falling due within one year	2021	2020
	£	£
Creditors	352	726
Accruals	1,489	1,400
	1,841	2,126

12 Commitments under operating leases

At 31 December 2021 the PCC was committed to making the following total minimum lease payments under non-cancellable agreements in respect of:

	2021	2020
	£	£
<i>Health and safety agreement</i>		
Payments due within one year	2,024	2,024
Payments due between one and two years	1,687	2,024
Payments due between two and five years	-	1,687
	3,711	5,735
<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	341	1,704
	3,067	4,430

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2021

13 Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total
	£	£	£
Fixed asset investments	1,076,504	33,238	1,109,742
Current assets	26,503	1,320	27,823
Current liabilities	(1,841)	-	(1,841)
Net assets at 31 December 2021	<u>1,101,166</u>	<u>34,558</u>	<u>1,135,724</u>

14 Movements in funds

	At 1 January 2021	Income	Expenditure	Transfers	Gain on revaluation of investments	At 31 December 2021
	£	£	£	£	£	£
Unrestricted funds:						
General funds						
Long-Term Investments	938,315	-	-	-	138,189	1,076,504
Free Reserves	25,731	44,392	(53,491)	-	-	16,632
Total general funds	<u>964,046</u>	<u>44,392</u>	<u>(53,491)</u>	<u>-</u>	<u>138,189</u>	<u>1,093,136</u>
Designated funds:						
Fabric and Maintenance fund	7,718	-	(1,908)	-	-	5,810
St Luke's Redevelopment fund	9,340	-	(7,120)	-	-	2,220
Total designated funds	<u>17,058</u>	<u>-</u>	<u>(9,028)</u>	<u>-</u>	<u>-</u>	<u>8,030</u>
Total unrestricted funds	<u>981,104</u>	<u>44,392</u>	<u>(62,519)</u>	<u>-</u>	<u>138,189</u>	<u>1,101,166</u>
Restricted funds:						
Elizabeth Giles fund	5,483	161	(161)	-	781	6,264
Machin's fund	22,764	695	-	-	3,364	26,823
War Memorial fund	1,350	-	-	-	-	1,350
Organ Fund	121	-	-	-	-	121
Total restricted funds	<u>29,718</u>	<u>856</u>	<u>(161)</u>	<u>-</u>	<u>4,145</u>	<u>34,558</u>
Total funds	<u>1,010,822</u>	<u>45,248</u>	<u>(62,680)</u>	<u>-</u>	<u>142,334</u>	<u>1,135,724</u>

Designated Funds

Fabric and Maintenance Fund

The PCC designated £10,000 as a fabric and maintenance fund at the beginning of 2019. 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 on the fund represents the amount unspent as at 31 December 2021.

St Luke's Redevelopment Fund

The St Luke's Redevelopment Fund represents the unspent balance of £10,000 ring-fenced by the PCC in 2019 to cover costs associated with the redevelopment of St Luke's Church.

PAROCHIAL CHURCH COUNCIL OF ST NICHOLAS AND ST LUKE, DEPTFORD

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2021**

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. The charitable objective is the relief of poverty in the parish.

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-19

The church reopened for Sunday worship in March, resulting in increased income from collections at services compared with the year before, but due to social distancing requirements and other factors, the number of people attending church was generally lower than before the pandemic. Therefore Covid continued to have a negative impact on church finances in 2021. However, because the PCC has cash and unrestricted marketable investments worth over £1,000,000, the pandemic will not have a material impact on the overall financial viability of the church.