

# EAS + LEIGH PARISH

Full title: the Parochial Church Council of the Ecclesiastical Parish of Eastleigh  
Registered trading name: Eastleigh Parish

## Annual Report and Accounts 2022

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## **Annual Report**

### ***Charitable Objects - what do we exist to do?***

This is the third report of Eastleigh Parish as a stand-alone charity, registered in England and Wales, number 1189594.

As part of the Church of England (CoE) the *Parochial Church Council of the Ecclesiastical Parish of Eastleigh* serves the people of our town. For centuries the CoE has offered help at times of both great celebration and tremendous sadness, as well as in our day-to-day lives, which this year included a Jubilee Street Party in July and opening to allow grieving on the death of Her Majesty the Queen in September. Even though times are always changing, our faith in the resurrection of Jesus Christ is still the same as it has always been. See [www.eastleighparish.com](http://www.eastleighparish.com). Our Mission for the next stage of EPC remains: *to be discipling disciples* and our Vision is: *to be a community of discipleship groups*.

### ***Outputs - what have we achieved?***

Our **Mission output** is central to who we are. In 2022 was almost more demanding than 2021 for the charity, for the vicar fell ill in May and the Licensed Lay Minister in September.

*Locally*, the community responded very well to these challenges and to the global factors of a steady rise in the cost of living and rises in the price of utilities as a result of the international war in Ukraine. An intern joined the team in November and the PCC continues to evolve as new joiners to the church contribute their wisdom. Local mission initiatives in 2022 include restarting Stay and Play, outreach at a Jubilee Street Party, evolving notices and events for the local community, as well as the PCC's steady giving to support those most in hardship as a result of the cost of living challenges. *Abroad*, our main mission partners are in Guatemala and Israel, and we have been building a link in Uganda. Support to the Israeli work has largely been through prayer; and our support for the Christian medical missionaries in Guatemala saw a real change in their son's health. We praise God for these answers. The Ugandan link is investing in the gospel and long term food security. *Locally* the PCC has provided support to: relaunching the local Christians Against Poverty; and we support the local church family through Churches Together in Eastleigh, all as part of the wider mission of the church. In 2022, Mission was 55% of all expenditure reflecting this priority.

Sadly we could find no replacement for our Childrens and Families' Minister in 2022. We remain delighted by the extra giving by our congregations as a sign of their commitment to this work. We thank them.

Our **Fellowship output** has been reestablished steadily through the vicar's visiting and through fellowship together in church and in prayer. This has included normally 3 services per week. In 2022, we have transitioned to all live services again. The giving of health affirming Communion has continued in church and at home.

Our **Support outputs** cover the administration of the church and the running of the buildings, as a witness to Christ and for revenue. This voluntary work is largely by PCC members and the PCC minutes show its agreement regularly to remunerate the unending office work, because of its size and importance; and when headroom allows we will seek another Administrator. But, like the comment under Mission above, the real investment of our church family in Support activities cannot be seen in financial terms.

### **Overview**

Eastleigh Parish had a challenging 2022. On the up-side, hirings remain a very significant income source for PCC, and we are so grateful to God for this. Sadly personal giving has declined sharply as rising mortgage and utilities prices bite. It has been exciting and rewarding building living out our vision for a deeper community and exploring what God is doing around us. Thank you so much for your support.

So we look and move forward. The aspirations of the 2021 APCM remain: the Mission for the next stage of EPC is to be *discipling disciples* and its Vision to be *a community of discipleship groups*. The prospects are exciting!

## **Annual Report - continued**

### **Legal Framework, including Public Benefit test, Constitution, Compliance, Risk and Advisors**

#### ***Public benefit test***

The Charity Commission website lists the people we benefit, as children /young people, elderly /old people, people with disabilities, other charities or voluntary bodies and the General Public. How we do it is also listed: making grants to individuals and organisations, providing buildings, facilities and open space, and perhaps most importantly providing services to our public (which includes sharing the gospel of Jesus Christ as the Saviour).

#### ***Constitution***

We are charity number 1889594 registered in England and Wales with the Charity Commission. Our constitution is the Parochial Church Council Powers Measure 1956 (as amended) and the Church Representation Rules that came into force on 2 January 1957. The PCC is the governing body and had 11 trustees on 31 December 2022.

In 2022, the PCC stopped holding funds for other charities. On 1 January, £3,021 of funds was as custodian trustee for the Miles Bequest Charity (number 253847), of which the PCC was the sole trustee, but this was closed in 2022 (see note 14 below). In 2021, on behalf of Churches Together in Eastleigh (CTiE), the PCC also established a custodial fund for care of the unborn child but to date no funds have been received.

As to property and buildings, the church sites are registered with the Land Registry to the Winchester Diocesan Board of Finance, and the PCC acts as managing trustee. The last quinquennial architectural inspection was in September 2021, the last Archdeacon's quinquennial inspection of internal processes was in November 2019.

#### ***Compliance***

The PCC reviews its safeguarding, financial, data protection and health and safety policies annually.

#### ***Reporting***

The PCC reports its financial position and performance to the Charity Commission, to Winchester Diocese and to the wider Church of England annually. It provides its Electoral Roll report and its Statistics for Mission report annually to appropriate authorities.

#### ***Risk***

The PCC's approach to risk is stated in the Financial Report below. The last insurance risk valuation of the All Saints site was on 10 February 2020, and of the St Francis site in 2012.

#### ***Advisors***

##### **Bank**

Lloyd's Bank

##### **Lawyers**

Via its insurers

##### **Insurance**

Ecclesiastical (Changed April 2023)

##### **Architectural /Surveys**

Ryan Bunce & Co, RICS



Rev Ian Fletcher

Nov-23

## Financial Review 2022

***These accounts are prepared on an accruals basis and are the second annual accounts for the new charity: the Parochial Church Council of the Ecclesiastical Parish of Eastleigh (registered with a trading name of Eastleigh Parish with the Charity Commission); charity number 1189594.***

### Performance

To understand this report of EPC performance, 2022 saw massive uncertainties due to the post-COVID recession (with some very reluctant to engage in church community activities), the rises in mortgage costs (9 rises in interest rates) and the hike in utilities costs as a result of the war in the Ukraine. Also Eastleigh Parish saw personal uncertainties as the vicar was seriously ill between May and September. The PCC's **income** for the year ended 31 December 2022 was £106,805 (2021 £112,598). This is a 5% decrease (2021: 12% increase) as personal giving declined to £50,389 (by 37%) due the factors mentioned above. Fortunately, fees income was more bouyant as more people sought marriage, but also very sadly more people died. The major sucess was in re-establishing hiring income levels post-COVID which was £52,622 (2021: £33,017) 49% of the total.

**Expenditure** was £75,448 in 2022 (2021: £85,061) and 11% reduction. PCC maintained its moratorium through the year. Funds remain focused on *Mission* (2022: 54% of expenditure; 2021: 66%). PCC also paid 100% of the Diocesan Common Mission Fund (2021: 100%). *Fellowship* for the church family made up 25% of spending (2021: 16%), as utilities prices rose. *Support to Rental Income* was 13% of expenditure (2021: 7%), whilst *Other Support Costs* rose as PCC to 8% invested in administration (2021: 7%), but more is needed, a guideline from the Charity Commission is 10%.

**2022 total income** was £27,524 more than expenditure (2021 £30,251), but £12,976 was transferred into funds, and £4560 spend from them, leaving £9,988 which was kept in general funds to manage the cost of living crisis.

### Position

The charity was worth £106,790 on 31 Dec 21 (2021: £87,869) and had 45,339 in unrestricted funds (168% of its unrestricted reserves target; 2021:117%) . Its monies are organised into unrestricted, designated and restricted funds as described in the Notes below.

### Basis of accounts

Before 2020, the PCC's Accounts were prepared on a Receipts and Payments basis. This report is the third where the accounts are presented on an accruals basis using the Charities SORP (FRS 102) and the historical costs convention.

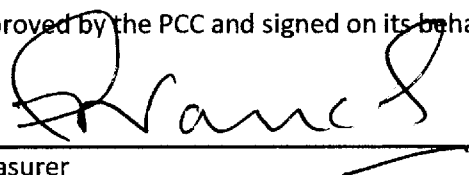
### Responsibilities of the members of the PCC in relation to the Accounts

The PCC of Eastleigh Parish is responsible for all parish finance, its management and control, including the appointment of a suitable treasurer. Its legal responsibilities include:

- \* Keeping proper accounting records, which are sufficient to show & explain all the PCC's transactions
- \* Ensuring that the finances of the PCC of Eastleigh are under its control & only delegated if the PCC can ensure that its wishes are being followed;
- \* Preparing the annual accounts and a report, which shall be presented to the Annual Parochial Church Meeting in accordance with the requirements of the Church Representation Rules
- \* Arranging an independent examination of the accounts.

This shows how the PCC seeks fully to discharge its accounting responsibilities under Part 8 of the Charities Act 2

Approved by the PCC and signed on its behalf by:

  
Treasurer

Dated

20/11/23

**Independent Examiner's Report**  
**to the PCC Parish of Eastleigh**

This report on the accounts of the PCC for the year ended 31 December 2022, which are set out on the adjoining pages, is in respect of an examination carried out under regulation 3(3) of the Church Accounting Regulations 1997 to 2001 ('the regulations') and s.43 of the Charities Act 1993 ('the Act').

**Respective responsibilities of the PCC and the examiner**

As members of the PCC you are responsible for the preparation of the accounts; you consider that the audit requirement of Regulation 3(3) and section 43(3) of the Act do not apply. It is my responsibility to issue this report on those accounts in accordance with the terms of Regulation 25.

**Basis of this report**

My examination was carried out in accordance with the General Directions given by the Charity Commission under section 43(7)(b) of the Act and to be found in the Church guidance, 2001 edition, issued by the Finance Division of the Archbishops' Council. 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 accounts 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 accounts.

**Independent Examiner's statement**

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

Which gives me reasonable cause to believe that in any material respect the requirements

- to keep accounting records in accordance with section 41 of the Act; and
- to prepare accounts which accord with the accounting records and to

to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Mrs Erica Parker FCCA

Greyholme  
Lumby Drive  
Ringwood  
Hants

19/11/23

**Statement of Financial Activities**

For the year ended 31 December 2022

	Notes	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds 2022	Total Funds 2021
<b>Incoming resources</b>		<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Donations and legacies	2	45,967	4,073	349	50,389	79,583
Fees	2	3,833	0	0	3,833	-264
Fundraising activities	2	-91	0	0	-91	254
Hiring income	2	52,622	0	0	52,622	33,017
Investment income	2	51	0	0	51	7
<b>Total resources received</b>		<b>102,383</b>	<b>4,073</b>	<b>349</b>	<b>106,805</b>	<b>112,598</b>
<b>Resources expended</b>						
Mission and Evangelism	3	40,725	0	0	40,725	55,989
Fellowship & Services	3	18,576	0	0	18,576	16,977
Support to rental income	3	10,092	0	0	10,092	6,080
Other support costs	3	5,467	0	0	5,467	6,014
Costs of fundraising	10	0	0	0	0	0
<b>Total resources expended</b>		<b>74,859</b>	<b>0</b>	<b>0</b>	<b>74,859</b>	<b>85,060</b>
<b>Net incoming/ (outgoing) resources before transfers</b>		<b>27,524</b>	<b>4,073</b>	<b>349</b>	<b>31,946</b>	<b>27,537</b>
<b>Funds at 1 January 2022</b>		<b>£ 25,550</b>	<b>£ 37,319</b>	<b>£ 25,000</b>	<b>£ 87,869</b>	
<b>Transfers between funds in/(out)</b>		<b>Balance 31-12-21</b>	<b>Designated Transfers</b>	<b>Restricted Transfers</b>	<b>Balance 31-12-22</b>	
<b>Restricted Funds</b>						
Car Park Fund		12,500	0	-900	<b>11,600</b>	
Lady Chapel Fund (started Feb 2020)		12,500	0	-3,660	<b>8,840</b>	
		<b>25,000</b>	<b>0</b>	<b>-4,560</b>	<b>20,440</b>	
<b>Designated Funds</b>						
Children & Families Ministry Fund		28,483	3,635	0	<b>32,118</b>	
Parish Hardship Fund		4,024	401	0	<b>4,425</b>	
Overseas Mission		705	55	0	<b>759</b>	
Building Maintenance Fund		4,108	8,885	0	<b>12,992</b>	
<b>Net movement between funds</b>		<b>37,319</b>	<b>12,976</b>	<b>-4,560</b>		
<b>Net income (expenditure)</b>						
<b>Funds at 31 December 2022</b>		<b>£ 45,339</b>	<b>£ 50,295</b>	<b>£ 20,440</b>	<b>£ 116,075</b>	
<b>Represented by:</b>				<b>01-Jan-22</b>	<b>Changes</b>	<b>31-Dec-22</b>
<b>Unrestricted</b>	General (Unrestricted) Funds			£ 25,548	£ 19,791	£ 45,339
<b>Restricted</b>	Restricted fund - Car park			£ 12,500	-£ 900	£ 11,600
	Restricted Legacy - Lady Chapel Fund			£ 12,500	-£ 3,660	£ 8,840
<b>Designated</b>	Desig Fund - CFM Fund			£ 28,484	£ 3,635	£ 32,119
	Desig Fund - Parish Hardship			£ 4,024	£ 401	£ 4,425
	Desig Fund - Overseas Missions & Relief			£ 705	£ 55	£ 759
	Desig Fund - Building Maintenance			£ 4,108	£ 8,885	£ 12,992
<b>Total</b>				<b>£ 87,869</b>	<b>£ 28,207</b>	<b>£ 116,075</b>

**Balance Sheet**

For the year ended 31 December 2022

	Notes	2022 £	2021 £
<b><u>Current Assets</u></b>			
Debtors and prepayments	4	£ 13,466	£ 6,246
Cash at Bank and in hand	5	£ 108,102	£ 93,844
<b>Total Current assets</b>		<b>£ 121,568</b>	<b>£ 100,090</b>
<b><u>Liabilities</u></b>			
Creditors: amounts falling due within 1 year	6	£ 5,493	£ 12,222
<b>Net Current Assets</b>		<b>£ 116,075</b>	<b>£ 87,869</b>

<b><u>Represented by:</u></b>		<b>2022</b>	<b>2021</b>
Unrestricted Funds	7	£ 45,339	£ 25,548
Restricted fund - Car park	7	£ 11,600	£ 12,500
Restricted Legacy - Lady Chapel Fund	7	£ 8,840	£ 12,500
Desig Fund - Children & Families Min	7	£ 32,119	£ 28,484
Desig Fund - Parish Hardship	7	£ 4,425	£ 4,024
Desig Fund - Overseas Missions & Relief	7	£ 759	£ 705
Desig Fund - Building Maintenance	7	£ 12,992	£ 4,108
<b>Total funds</b>		<b>£ 116,075</b>	<b>£ 87,869</b>

**Held for others:**

PCC unrestricted reserves target	£ 27,000	£ 27,000
Achievement of PCC reserves target	168%	95%

Approved for issue by the Parochial Church Council and signed on its behalf by:

  
 Chairman

  
 Treasurer

 01 Nov 2023  
 Date

Charity Number 1189594 registered with the Charity Commission of England and Wales

## Notes to the Accounts

### 1. Accounting Policies

#### ***Basis of financial statements***

- a. The financial statements have been prepared under the Church Accounting Regulations 2006, in accordance with applicable accounting standards, and the current Statement of Recommended Practice, Accounting and Reporting by Charities (SORP), and applicable accounting standard (FRS 102).
- b. These annual financial statements have been prepared under the historic cost convention. 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 church members.
- c. On 17 January 2022, the PCC adopted the Financial Policies and Procedures which underpin these financial statements. These policies are available on request. This is the third year that the annual accounts have been prepared on an accruals basis, so the figures can be compared year on year.
- d. During financial year 2020 the PCC of Eastleigh Parish became registered with the Charity Commission and its legal identity changed to *the Parochial Church Council of the Ecclesiastical Parish of Eastleigh: short title Eastleigh Parish Church*. Its charity number is 1189594. This is its third Annual Report.

#### ***Fund accounting***

- e. Unrestricted funds are income funds that are to be spent on the PCC's general purposes.
- f. Designated funds are general funds set aside by the PCC for use in the future. Project funds are designated for particular projects for administration purposes only. Designated funds remain unrestricted and the PCC may move any surplus to other general funds.
- g. Restricted funds comprise revenue donations or grants for a specific PCC activity intended by the donor. Where these funds have unspent balances, interest on their pooled investment is apportioned to the individual funds on an average balance basis.

#### ***Incoming resources***

- h. Planned giving, collections and similar donations are recognised when received. Tax refunds (from Gift Aid and from the Gift Aid Small Donations Scheme (GASDS)) are recognised when the incoming resource to which they relate are received. The Charity is not registered for VAT. Grants and legacies are accounted for when the PCC is entitled to the use of the resources, their ultimate receipt is considered reasonably certain and the amounts due are readily quantifiable. Interest is accounted for as and when accrued by the payer. All incoming resources are accounted for gross.

#### ***Resources expended***

- i. 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 (Common Mission Fund) is accounted for when it is expected to be paid. All other expenditure is recognised when it is incurred and is accounted for gross.

#### ***Fixed assets***

- j. The value of consecrated and benefice property is not included in the accounts in accordance with s.10(2)(a) and (c) of the Charities Act 2011.
- k. Movable church furnishings which are held by the vicar and church wardens on special trust for the PCC (and which require a faculty for disposal) are inalienable property, and are listed in the church's inventory, which can be inspected (at any reasonable time) through the wardens. For anything acquired prior to 2010 there is insufficient cost information available and therefore such assets are not valued in these financial statements.
- l. The PCC has decided that new fixtures, fittings, and equipment, used within the church premises and with a purchase cost of £10,000 or more, are to be capitalised as assets and depreciated on a straight line basis over each asset's estimated useful life. The value of individual items of equipment with a purchase price of less than £10,000 is written off when the asset is acquired.



**2. Incoming resources**

	Notes a	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
See Note below						
<b><i>Incoming resources from donations and legacies</i></b>						
Planned Giving		36,687	3,660	0	40,347	57,443
Offertory and unplanned giving		1,189	0	349	1,538	11,419
Gift Aid & GASDS	a	8,092	413	0	8,504	10,699
Legacies & Bequests		0	0	0	0	22
<b>SubTotal</b>		<b>45,967</b>	<b>4,073</b>	<b>349</b>	<b>50,389</b>	<b>79,583</b>
<b><i>Incoming resources from fees</i></b>						
Wedding, Funeral & Baptism fees	b	3,833	0	0	3,833	-264
<b>Cumulative total</b>		<b>49,801</b>	<b>4,073</b>	<b>349</b>	<b>54,222</b>	<b>79,319</b>
<b><i>Income from fundraising activities</i></b>						
Event fundraising	c	-487	0	0	-487	0
Fundraising Coffee mornings		396	0	0	396	254
<b>SubTotal</b>		<b>-91</b>	<b>0</b>	<b>0</b>	<b>-91</b>	<b>254</b>
<b><i>Income from rental and hirings</i></b>						
Hiring Income - St Francis	d	35,039	0	0	35,039	17,441
Hiring Income - ASCH (Meeting Room)	d	17,355	0	0	17,355	15,576
Hiring Income - All Saints Church Building		229	0	0	229	0
<b>SubTotal</b>		<b>52,622</b>	<b>0</b>	<b>0</b>	<b>52,622</b>	<b>33,018</b>
<b><i>Investment income</i></b>						
Bank interest		51	0	0	51	7
Income from Rebates & Overpayments	e	0	0	0	0	0
<b>SubTotal</b>		<b>51</b>	<b>0</b>	<b>0</b>	<b>51</b>	<b>7</b>
<b>Total incoming resources</b>		<b>102,383</b>	<b>4,073</b>	<b>349</b>	<b>106,805</b>	<b>112,598</b>

a. Incoming resources for 2022 include some outstanding Gift Aid and GASDS accrued, which were collected in January 2023.

b. In 2022, the income from weddings, funerals and baptisms started to settle after the note explaining the transitional difficulties when these were incorporated in the 2021 accounts.

c. 2022 saw the end of many social restrictions from COVID and so many events have been arranged to help settle the community back into its social life. Whilst planned to be cost neutral, these events have actually been a draw on the accounts. This exceptional overspend, including the Jubilee Street Party, reestablishing Stay and Play activities, quizzes, pizza evenings, games evenings etc have been a very important part both of ministry to the Body of Christ in Eastleigh Parish and of outreach to the non-churched. The total funds received for events in 2022 was £1,030 of which £1,517 was expended. The net sum in 2022, namely -£487 is reported here.

d. As noted in 2021, hiring income has been a substantial part of PCC income for the last few years. In 2022 hiring income was £52,622 (2021: £33,018), 49% of total income for the year (2021: 39%). We thank our volunteers for their efforts in this amazing result. With a recession starting, some income could not be collected and £589 was written off (1.1%) (see 3i below). Since the July 2020, PCC has designated 2% of hiring receipts for overseas mission; and 20% for Building Maintenance at the PCC. Sums in 2022 are at Note 7c below.

e. In 2022, there was a kind gift from the diocese to offset the hike in utilities costs. This figure is booked under Fellowship - Utilities because heating the church building is the largest energy cost.

**3. Resources expended**

	Note	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
<b>Mission &amp; Evangelism</b>	<b>a</b>					<b>See Note below</b>
Mission - Overseas donations	b	0	0	0	0	0
Mission - Home donations	c	1,134	0	0	1,134	850
Mission - own evangelism etc		80	0	0	80	129
Outreach - incl website		191	0	0	191	571
Mission - Visiting missionaries		163	0	0	163	123
Common Mission Fund	d	37,841	0	0	37,841	34,994
Mission - Clergy Expenses	e	739	0	0	739	824
Clergy Support equipment	f	0	0	0	0	1,250
Mission Salaries - CFM/Pastor/Intern	g	0	0	0	0	16,996
CFM/Pastor/Intern support costs	g	577	0	0	577	251
<b>SubTotals</b>	<b>a</b>	<b>40,725</b>	<b>0</b>	<b>0</b>	<b>40,725</b>	<b>55,988</b>
<b>Fellowship</b>	<b>h</b>					
Fellowship - All Saints Utilities	h	4,535	0	0	4,535	1,343
Fellowship - All Saints Building Maint	h	776	0	0	776	1,043
Fellowship - All Saints Insurance		4,132	0	0	4,132	3,946
Fellowship Cost of services incl kitchen		907	0	0	907	1,106
Fellowship - All Saints Clean & Garden		1,523	0	0	1,523	1,591
Fellowship - Flowers		292	0	0	292	216
Fellowship - Pastoral		836	0	0	836	709
Fellowship - Sound and AV equipment		2,887	0	0	2,887	3,674
Fellowship - Music, Organ, choir, RSCM		335	0	0	335	505
Fellowship - Organists & worship leaders		1,840	0	0	1,840	1,730
Fellowship - Sector Ministries		512	0	0	512	261
COVID financial costs		0	0	0	0	145
<b>SubTotals</b>	<b>h</b>	<b>18,576</b>	<b>0</b>	<b>0</b>	<b>18,576</b>	<b>16,269</b>
<b>Support to Hiring Income</b>						
St Francis - Utilities, Insurance & Clean	j	4,785	0	0	4,785	4,203
St Francis - Maintenance		1,620	0	0	1,620	221
All Saints Hall - Utilities, Insurance & Clean	j	3,018	0	0	3,018	1,376
All Saints Hall - Maintenance	j	80	0	0	80	280
Adjustments, incl write offs	k	589	0	0	589	708
<b>SubTotals</b>	<b>j</b>	<b>10,092</b>	<b>0</b>	<b>0</b>	<b>10,092</b>	<b>6,080</b>

**3. Resources expended (continued)****Other support costs**

Costs of fundraising	Note 11	0	0	0	0	0
Vehicles and travel expenses		283	0	0	283	292
Office Salaries - Administrator	I	1,650	0	0	1,650	2,655
Office&Admin expenses - incl phone, IT		1,825	0	0	1,825	1,745
Office - Stationary, Printing, Postage +		1,048	0	0	1,048	537
Office equipment bought - incl furniture		340	0	0	340	0
Governance		94	0	0	94	50
Costs of PCC meetings/away days		47	0	0	47	6
Training and ministry development costs		42	0	0	42	558
Facilities and Site development		0	0	0	0	30
Bank Charges		139	0	0	139	142
<b>SubTotals</b>		<b>5,467</b>	<b>0</b>	<b>0</b>	<b>5,467</b>	<b>6,015</b>
<b>Total resources expended</b>		<b>74,859</b>	<b>0</b>	<b>0</b>	<b>74,859</b>	<b>84,353</b>

**Mission and Evangelism**

a. The PCC's commitment to mission is strong, so despite a slight decline in income and Mission spending shrinking by £15,263 due to the absence of a Children and Families minister (CFM) (2022: £40,725 versus £55,988 for 2021). Mission spending was still over half of funds spent, 54% of the 2022 expenditure versus 66% in 2021.

b. In 2022, with the vicar ill no allocations were made to overseas mission. The PCC continues to designate 2% of hiring income into the Overseas Mission Fund ( see also Note 7 below).

c. Home donations were dominated by £600 for CAP Eastleigh, and also included a £300 love gift to a volunteer for support during the absence of the vicar, a donation to the Centre for Bio-ethical Reform UK and the sponsoring of a meal to help investigate for a possible HOPE centre for the unborn.

d. After the drop in Common Mission Fund in 2021, the rate rose again, but graciously, Winchester Diocese assisted the parish with its utilities challenge by a donation of £1,825 in 2022.

e. Clergy expenses comprise the ministerial expenses of the Incumbent, including internet for the vicarage and laptop maintenance, not of his office as Chair of the PCC.

f. Unlike 2021, when the PCC (at a meeting in which the incumbent and his wife were not present) decided, exceptionally and without creating a precedent, financially to support the vicar in managing the impact of the change in Diocesan policy over the replacement of the decayed wooden vicarage decking, in 2022 no assistance was provided.

g. Children's and Families' Ministry (CFM) remains a very high priority for the PCC. Sadly no candidate for this advertised ministry was forthcoming in 2022, however, the costs of establishing the volunteer Stay and Play ministry are reflected as support costs. An intern has also been helping since November but is not salaried.

**Fellowship and Church services**

h. Utilities costs soared in 2022, as a result of the war in Ukraine. The Dicoese assisted with a donation of £1825 (29%) and PCC was most grateful, otherwise the bill would have been 6,360 (a rise of 374%) . Fellowship costs were 25% of the total spend.

**Support to hiring income**

j. In 2022, the costs of utilities for St Francis Hall Church decreased despite the increased usage, but maintenance costs increased substantially. The costs of utilities, insurance and cleaning for the All Saints Church Hall also increased substantially. Support to hiring income was 13% of expenditure (2021:7%)

k. A recession started to affect local businesses and some could not pay after using our facilities. After very careful consideration, some invoices have been written off as uncollectable, and these are reported as bad debts. The sum of £589 (1.1% of hiring income for 2022) compares with 2021 when £708 was written off.

**Other support costs**

l. After a difficult 2021 for parish support with no Administrator, volunteers tried to fill the gap but the load is high and regular efforts need to be recognised financially. PCC pays a trustee to assist, and those payments to related parties are at Note 12 below. In 2022, PCC spending on support was £5,467 (2021: £ 6,014).

**4. Debtors & Prepayments**

		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
<b><u>Unrestricted Funds</u></b>			
Unrestricted Gift Aid and GASDS recoverable	a	7,117	1,272
Other Debtors & Prepayments	b	6,236	4862
<b>Total unrestricted</b>		<b>13,353</b>	<b>6,134</b>
<b><u>Designated Funds</u></b>			
Designated Gift Aid recoverable	a	113	113
<b>Total designated</b>		<b>113</b>	<b>113</b>
<b><u>Restricted Funds</u></b>			
Restricted Gift Aid recoverable		0	0
<b>Total restricted</b>		<b>0</b>	<b>0</b>
<b>Total Debtors and Prepayments</b>		<b>13,466</b>	<b>6,247</b>

a. The 2022 4th Quarter Gift Aid and GASDS claim. The PCC recovered all outstanding 2021 Gift Aid and GASDS in January 2022. Due to the Treasurer's illness, the Q4 2022 claim has not yet been made (Nov '23).

b. As hiring income increases so do outstanding bills from Debtors at month end. Most pay promptly the next month, but some struggle as home businesses weather the recession, and some monies are irrecoverable.

**5. Cash at bank and in hand**

		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
PCC Current Account		1,750	1,750
PCC Fees Account	new this report	2,331	2,251
PCC Deposit Account		103,919	89,742
NS&I account	see Note 3i	0	676
Petty Cash		12	12
Operations Petty Cash account		90	90
<b>Total cash at bank and in hand</b>		<b>108,102</b>	<b>94,520</b>

a. Substantial funds are held but many are designated for projects for which approvals are awaited, see notes 2d (facilities) above. See also the notes on Funds at 7 below. 89% of PCC's assets are held in cash.

**6. Creditors: amounts falling due within 1 year**

		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
<b><u>Unrestricted Funds</u></b>			
Unclaimed breaches of moratorium from 2021	a	0	1,000
Unclaimed funds for vicarage decking	a	0	1,250
Unpaid purchases Dec 22	a	4,726	6,119
Fees liabilities	b	767	751
Custodial account: Liability to Miles Bequest	Note 7b6	0	3,021
		<b>5,493</b>	<b>12,141</b>
<b><u>Designated Funds</u></b>			
		<b>0</b>	<b>0</b>
<b><u>Restricted Funds</u></b>			
		<b>0</b>	<b>0</b>
<b>Total</b>		<b>5,493</b>	<b>12,141</b>

a. 2021 had a number of unsettled invoices that needed a mention in the 2021 Annual Report. In 2022, we report liabilities outstanding of under half of the 2021 figure, most of which are invoices accrued but not yet presented at the end of the period, such as cleaning, organists, etc.

b. In addition to the creditors recognised at Note 6b above, the conduct of weddings and funerals also creates a liability to pay the Diocesan levy on parish fees. This sum is from the 4th quarter fees return, which was settled just after New Year. The fees due to the PCC are not recognised as these are an internal transaction.

**7. Funds****a. Fund descriptions****i. Unrestricted funds**

Name of Fund	Type of Fund	Purpose of Fund	Record	Plans for Funds
PCC Business Account	Bank Current Account	Routine Operations	Bank Statements	Continuous
PCC Business Bank Instant	Bank Deposit Account	Backup funds for Routine Operations	Bank Statements	Continuous –transfer trigger to above at £1750.
PCC Fees Account (new to this report)	Bank Current account	Fee transactions for Baptisms, Weddings and Funerals	Bank Statements	Cost neutral. Quarterly payment of Diocesan and PCC levies. Also ongoing payments of support staffs (verger, AV, flowers, choir, organist).
Petty Cash 1	Cash for treasurer work	Routine – this is the main cash account	Quickfile	Continuous
Petty Cash 2	Cash float for operations	Routine operations costs	Cash Book	Continuous

**ii. Designated funds**

Name of Desig Fund	Type of Fund	Purposes of Fund	Basis of	Expenditure Plans
Children & Families Ministry Fund (for a short period known as Youth and Children's Ministry (YCM Fund))	Designated income fund – started 2018	To accumulate funds for a Children and Families' Minister (CFM) (renamed from Youth and Children's Ministry fund by PCC in Jan 22)	Designated bank and PGS income	Spend 2021. Topped up Dec 20, so 50% of 1 year pay in fund, so that CFM probation could be ended and contract offered.
Parish Hardship Fund	Designated income fund –started Dec 19	For donations to individuals in cases of hardship	None	Continuous lookout by PCC and Vicar, includes COVID support costs.
Overseas Mission	Designated income fund – start unknown	To help EPC to focus on overseas & relief too.	2% of hiring revenue	Income decided at April PCC. Largely for mission partners. (Renamed 2021).
Building Maintenance Fund	Designated income fund - started 20 Jul 2020	Based on historic costs since 2014, this reserve protects the General Fund from arising maintenance costs.	20% of hiring revenue	To accumulate for building maintenance contingencies

**iii. Restricted funds**

Name of Restr Fund	Type of Restricted Fund	Purposes of Restricted Fund	Document proving Restriction	Plans to spend funds made?
Car Park Fund	Restricted income fund – started November 2019	To build the EPC All Saints church site car park	Restricted Donation from 2019 Harvest Appeal	PCC topped up fund in Nov 19, Apr 20 and Oct21. Still awaiting Faculty Nov23.
Lady Chapel Fund (started Feb 2020)	Restricted income fund	Legacy from K Clarke	Will	Top up Oct21. Faculty awaited, granted in Oct 23.

## iv. Custodial Restricted Funds

Name of Custodial Restricted Fund	Type	Purposes of Custodial Restricted Fund	Document proving restriction	Plans to spend funds?
Miles Bequest fund	Custodial Restricted Fund	For the purposes of the charity <i>Miles Bequest</i> of which the PCC in common is the trustee.	Will of 1930 held at Hampshire Records Office	See Notes 7b6 and 14
CTiE Fund for the unborn, note 7b4.	Custodial Restricted Fund	For the care of the unborn and their mothers to be.	Email from CtiE	See Note 15

<b>b. Fund details</b>		Balances at 1 January 2022	Incoming resources	Outgoing resources	Transfers in (out)	Balances 31 December 2022
		£	£	£	£	£
<b><u>Total Cash in funds</u></b>						
PCC Current Account		1,750	78,306	-64,128	-14,178	1,750
PCC Fees Account	7b1	2,251	80	0	0	2,331
PCC Deposit Account		89,742	0	0	14,178	103,919
Petty Cash		12	0	0	0	12
Operations Petty Cash account		90	0	0	0	90
<b>Total Cash</b>		<b>93,844</b>	<b>78,387</b>	<b>-64,128</b>	<b>-0</b>	<b>108,103</b>
<b><u>Of which Resources the following are Designated Funds</u></b>						
Children & Families Ministry Fund	7b2	28,484	3,829	-194	0	32,119
Parish Hardship Fund	7b3	4,024	750	-2,350	2,001	4,425
Overseas Mission		705	1,050	-995	0	759
Building Maintenance Fund		4,108	10,496	-1,612	0	12,992
<b>Total Designated</b>		<b>37,320</b>	<b>16,126</b>	<b>-5,151</b>	<b>2,001</b>	<b>50,295</b>
<b><u>Of which Resources the following are Restricted Funds</u></b>						
Car Park Fund	7b4	12,500	0	-900	0	11,600
Lady Chapel Fund (started Feb 2020)	7b5	12,500	0	-3,660	0	8,840
<b>Total Restricted</b>		<b>25,000</b>	<b>0</b>	<b>-4,560</b>	<b>0</b>	<b>20,440</b>
<b>Total Restricted and Designated</b>		<b>62,320</b>	<b>16,126</b>	<b>-9,711</b>	<b>2,001</b>	<b>70,735</b>

**Restricted Custodial Funds (for information)**

Miles Bequest fund	7b6	3,021	0	-1,020	-2,001	0
CTiE Fund for the unborn	7b7	0	0	0	0	0
<b>Total Restricted Custodial Funds</b>		<b>3,021</b>	<b>0</b>	<b>-1,020</b>	<b>-2,001</b>	<b>0</b>

7b1. The Treasurer assumed control of the PCC Fees Account on 30 June 2021, which funds of the PCC have been held in a bank account in the PCC's name, but which have not been previously reported in its accounts. So this 2022 Annual Report brings together all the funds of the PCC into one place for only the second time.

7b2. Strictly this is a restricted fund, as donors give directly into it. But previously restricted donations fell short of that required to pay a minister in this area. So in the 2021 year, the PCC designated money from its general funds to CFM funds to support this ministry. In 2022 direct giving of £3,829 came into this fund, small payments have been made out to support Stay and Play.

7b3. The parish hardship fund continues to get significant use. PCC reports that, in 2022, on average about £200 per month has been spent supporting individuals in need as the cost of living crisis has been biting. Individuals also donate directly into this fund.

7b4. Some work was done in 2022 to prepare for this approval, but this faculty remains inexplicably stalled.

7b5. The PCC much regrets that it has had to spend a significant part of the bequest to provide drawings etc in order to progress this faculty. As a result of those costs, the PCC received faculty approval in October 2023.

7b6. The Miles Bequest fund was named as the *legacy hardship fund* in the 2020 accounts, with the following note: "In 2020 a legacy from the year 1934 was restricted to the needy in the Parish. These funds are held by the Diocese of Winchester but under the control of the PCC." The will of the testatrix specified that the funds should be used for the poor of the parish, after headstones had been maintained. The latter requirement lapsed with the closing of the church graveyard, so in 2022 PCC decided that £1,020 should go to Christians Against Poverty Eastleigh and the rest into Parish Hardship fund as being best suited to the stipulation of the will. The PCC transferred the funds and closed the charity, which was confirmed by the Charity Commission in Dec 22.

7b7. Shortened title. In 2021, at the request of Churches Together in Eastleigh a restricted custodial fund was established called "Care for the unborn ...And their mothers to be". See Note 15.

## **8. Assets and Liabilities by Fund**

		Unrestricted	Designated	Restricted	Total
<b>Unrestricted funds</b>					
Creditors: amounts falling due in one year	6	-5,493	0	0	-5,493
Unrestricted Gift Aid and GASDS recoverable	4	7,117	0	0	7,117
Other Debtors & Prepayments	4	6,236	0	0	6,236
Total unrestricted		7,860	0	0	7,860
<b>Designated funds</b>					
Designated Gift Aid recoverable	4	0	113	0	113
<b>Restricted funds</b>					
		0	0	0	0
<b>Restricted Custodial funds</b>					
Miles Bequest Fund	7b6	0	0	0	0
Churches Together in Eastleigh "Care for the unborn and their mothers to be"				0	0
<b>Totals all funds</b>		<b>7,860</b>	<b>113</b>	<b>0</b>	<b>7,973</b>

## **9. Commitments under Lease Hire Contract**

Nil.

## **10. Hiring Revenues & Costs**

a. As managing trustee for the two sites in the Parish, the PCC sets the rates of hire annually. The significance of hiring income to the PCC accounts is such that the PCC tracks the costs of its rental activities for each building to ensure it is properly discharging its responsibilities. This tracking is reported here.

b. In 2022 the PCC continued to use the new contracts in its policies as reported last year, and its approach was very fruitful. PCC October 2022 deliberations on rates for 2023 made minor changes in one-off hiring rates.

c. The table below reports the return on capital on each building under the PCC's management. Site values were updated by the PCC's insurers in 2020.

### **PCC assessment of return on managed assets**

	2022 Return (ROCE)	Asset Value (2022) £	Incoming resources £	Outgoing resources £	2022 Surplus (Loss) £	2021 Surplus (Loss) £
All Saints Building	-0.08%	11,200,000	229	9,443	-9,214	-10,133
AS Church Hall	0.51%	2,800,000	17,355	3,098	14,257	8,246
St Francis Building	3.90%	720,000	35,039	6,994	28,045	7,599
Total	0.22%	14,720,000	52,622	19,535	33,088	5,712

d. The rental income for All Saints Building was very low in 2022 (2021: nil); it is being used for its proper purpose of ministry. Its insurance and utilities costs are reported here as part of the PCC's stewardship of these assets of the Diocese. The 2022 return on the capital employed (ROCE) in the PCC's Diocesan buildings was 0.22% (0.14% in 2021) compared with a Bank of England interest rate which rose 9 times in 2022, up to 3.5% at year end. The two PCC's major earners returned at 3.9%.

e. The PCC is in no way qualified, nor is it attempting, to produce commercial returns on these buildings (which it considers overvalued by insurers anyway). But it does report the return as a comparative way to demonstrate the efficient use of the buildings under its management.

### **11. Costs of fundraising**

	2022	2021
	£	£
<b>Costs of fundraising</b>	<b>0</b>	<b>0</b>

a. The Charity Commission guidance (CC20) requires the PCC to declare its costs of fundraising. PCC use of the envelope giving scheme is declining and the 2022 cost is zero, as we consume unused envelopes.

b. In 2022, the PCC had no contract or other relationship with professional fundraisers, but it does use the Parish Giving Scheme and ChurchSuite (as appropriate) to help gather funds and claim Gift Aid. The costs of the Church Suite fundraising package are not broken out from its administrative functions, but are reported under *Other Support Costs* as Office&Admin expenses at Note 2 above.

c. In November 2020, the PCC opened a relationship with Amazon Smile to garner 0.5% of parishioners' online spending with Amazon, at their choice. This way of fundraising is at no direct cost to the PCC, and PCC has control of no account with Amazon, and so no funds are reported here. Any giving over £5 per quarter is received quarterly about one month in arrears. These funds are reported under unrestricted donations not eligible Gift Aid and totalled £24 in 2022 (2021: £52). Amazon ended the scheme in February 2023.

### **12. Related Party Transactions**

	2022	2021
	£	£
<b>Related Party transactions</b>	<b>4,210</b>	<b>5,105</b>

a. Churches face increasing burdens of regulatory compliance and of maintenance work. This combines with recession induced pressures like job survival and difficult decisions about income for parents, and reduces the number of volunteers, putting ever increasing pressure on PCC members to meet the PCC's responsibilities. This in turn results in payments to PCC members for their work; which are reported here.

b. The charity's constitution allows PCC members to be remunerated for work other than as a trustee. In 2022 this was £4,210 an 18% decrease (2021: £5,105). £1650 of these transactions were for Administration, £868 for being vergers for weddings and funerals, £111.80 as donations during the vicar's illness, £110 for Audio-Visual during two funerals, and £1250 as support for the funding of a new patio at the vicarage. A gift was also made to the Licensed Lay Minister for his work in the absence of the vicar.

### **13. 'Green' parish**

a. As well as focusing on Jesus' Mission in Eastleigh, in 2021 officers of the PCC actions have continued to build foundations for a 'greener' parish. The Parish website has details. Actions in 2021 included:

- i. Continued use of 100% 'green' electricity from August 2020.
- ii. Better energy control solutions for heating at St Francis. Fitted in November 2021.
- iii. Continued transition to SMART meters from the new energy supplier.
- iv. Viewing glazing the Lady Chapel as an energy saving measure. (Faculty approval received Oct 23).
- vi. Planting new trees at St Francis as a compensator for the tree to be removed as part of the Car Park project.

### **14. Custodial funds on behalf of Miles Bequest**

These funds were reported in the 2020 and 2021 accounts and were expended in 2022. See Note 7b6 above.

### **15. Churches Together in Eastleigh "Care for the unborn ...and their mothers to be."**

In May 2021, facing the loss of the Christian input in Eastleigh into the care of unborn children and their mothers, the Churches Together in Eastleigh (CtIE) requested that the PCC established a Restricted Custodial fund on its behalf. To 31 December 2022 no funds had been received or expended for this Fund.