

Charity registration number 1190499

SAINT MELANGELL SHRINE CHURCH AND CENTRE

**Annual report and unaudited financial
statements for the year ended 31 December
2023**

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Legal and administrative information

Trustees	Mr P Morris J Sharpe C Hainsworth The Venerable Dr B F Wilson F Jones D Griffiths M McKenzie Rev. C Browne K Reynolds
Charity number	1190499
Principal address	The Melangell Centre Pennant Melangell Llangynog Oswestry SY10 OHQ
Independent examiner	M D Coxey & Co Limited 25 Grosvenor Road Wrexham LL11 1BT

SAINT MELANGELL SHRINE CHURCH AND CENTRE

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SAINT MELANGELL SHRINE CHURCH AND CENTRE

Trustees' report

For the year ended 31 December 2023

The trustees present their annual report and financial statements for the year ended 31 December 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Saint Melangell's Shrine Church and Centre is a Christian Charity in the Tanat Valley for people of all faiths or none, which supports individuals and groups through reflection, listening and pastoral care. We provide services, a space for reflection and spirituality, and facilities for education, training events, retreats and quiet days, with some residential accommodation available.

Achievements and performance

At the end of the year the charity had capital funds £155,363. The Trustees intend that the funds will be utilised in future periods in accordance with the charity's objectives.

Financial review

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Structure, governance and management

The charity is a Charitable Incorporated Organisation.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr P Morris

J Sharpe

C Hainsworth

The Venerable Dr B F Wilson

F Jones

D Griffiths

M McKenzie

Rev. C Browne

K Reynolds

The Trustees are appointed according to the charity's governing document and are referred to as the "Council of Management".

K Reynolds performs administrative duties for which she is remunerated, see the notes to these accounts for more information.

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Trustees' report (continued)

For the year ended 31 December 2023

The trustees' report was approved by the Board of Trustees.

Mr P Morris
Trustee

Date :

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Independent examiner's report

TO THE TRUSTEES OF SAINT MELANGELL SHRINE CHURCH AND CENTRE

I report to the trustees on my examination of the financial statements of Saint Melangell Shrine Church and Centre (the charity) for the year ended 31 December 2023.

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 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 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.

Dated: 11th October 2024

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Statement of financial activities Including income and expenditure account

For the year ended 31 December 2023

		2023			2022		
	Notes	Unrestricted funds	Restricted funds	Total funds	Unrestricted funds	Restricted funds	Total funds
		£	£	£	£	£	£
Income from:							
Donations and legacies	2	27,551	-	27,551	22,832	1,000	23,832
Investments	3	581	-	581	74	-	74
Total income		28,132	-	28,132	22,906	1,000	23,906
Expenditure on:							
Governance costs	4	4,813	-	4,813	6,100	-	6,100
Charitable activities		25,060	1,999	27,059	32,119	60	32,179
Total expenditure		29,873	1,999	31,872	38,219	60	38,279
Net (outgoing)/incoming resources		(1,741)	(1,999)	(3,740)	(15,313)	940	(14,373)
Gross transfers		(6,501)	6,501	-	-	-	-
Other recognised gains and losses:							
Gains/losses on investments			9,260	9,260		-	-
Revaluation of fixed assets		(166,732)	-	(166,732)	80,000	-	80,000
Net movement in funds		(174,974)	13,762	(161,212)	64,687	940	65,627
Fund balances at 1 January 2023		305,761	10,814	316,575	241,074	9,873	250,947
Fund balances at 31 December 2023		130,787	24,576	155,363	305,761	10,813	316,575

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Balance sheet

As at 31 December 2023

		2023		2022	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	8		224,114		392,949
Investments	9		11,537		2,244
			<u>235,651</u>		<u>395,193</u>
Current assets					
Debtors	10		-		705
Cash at bank and in hand			63,009		67,690
			<u>63,009</u>		<u>68,395</u>
Creditors: amounts falling due within one year	11		(8,544)		(12,261)
Net current assets			<u>54,465</u>		<u>56,134</u>
Total assets less current liabilities			290,116		451,327
Creditors: amounts falling due after more than one year	12		(134,753)		(134,753)
Net assets			<u><u>155,363</u></u>		<u><u>316,574</u></u>
Income funds					
Restricted funds			24,577		19,494
<u>Unrestricted funds</u>					
General unrestricted funds			124,798		124,360
Revaluation reserve			<u>5,988</u>		<u>172,720</u>
			<u>130,786</u>		<u>297,080</u>
			<u><u>155,363</u></u>		<u><u>316,574</u></u>

The financial statements were approved by the Trustees on :

Mr P Morris
Trustee

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Notes to the financial statements

For the year ended 31 December 2023

1 Accounting policies

Charity information

Saint Melangell Shrine Church and Centre is a charitable incorporated organisation. The CIO was registered on 21st July 2020.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Notes to the financial statements (continued)

For the year ended 31 December 2023

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	10% on cost
Fixtures and fittings	25% reducing balance / 15% reducing balance/ 2% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 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.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Notes to the financial statements (continued)

For the year ended 31 December 2023

1 Accounting policies

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Notes to the financial statements (continued)

For the year ended 31 December 2023

2 Donations and legacies

	Unrestricted funds	2023 Restricted funds	Total	Unrestricted funds	2022 Restricted funds	Total
	£	£	£	£	£	£
Donations and gifts	21,591	-	21,591	19,694	1,000	20,694
Gift aid donations	1,942	-	1,942	861	-	861
Other	4,018	-	4,018	2,277	-	2,277
	<u>27,551</u>	<u>-</u>	<u>27,551</u>	<u>22,832</u>	<u>1,000</u>	<u>23,832</u>
Grants receivable for core activities included in above						
Gift aid tax relief	-	-	-	422	-	422
Shepherd Hut income	2,299	-	2,299	1,855	-	1,855
	<u>2,299</u>	<u>-</u>	<u>2,299</u>	<u>2,277</u>	<u>-</u>	<u>2,277</u>

3 Investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Interest receivable	581	74

4 Governance costs

	2023	2022
	£	£
Accountancy	4,813	4,660
Legal and professional	-	1,440
	<u>4,813</u>	<u>6,100</u>

5 Trustees

K Reynolds is employed by the Charity and remunerated for performing administrative duties. During the period, the total remuneration paid was £6,960 (2022: £10,880)

6 Employees

The average monthly number of employees during the year was:

2023	2022
1	1

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Notes to the financial statements (continued)

For the year ended 31 December 2023

7 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

8 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 January 2023	391,800	30,309	422,109
Revaluation	(166,732)		(166,732)
At 31 December 2023	225,068	30,309	255,377
Depreciation and impairment			
At 1 January 2023	8,400	20,760	29,160
Depreciation charged in the year	1,680	424	2,104
At 31 December 2023	10,080	21,184	31,264
Carrying amount			
At 31 December 2023	214,988	9,125	224,113
At 31 December 2022	383,400	9,549	392,949

During the previous financial period, a professional valuation of the property was carried out which valued the property known as Iscoed House at £365,000.

In 2016, a mortgage deed was drawn up agreeing an Equitable Ownership ratio of 54.32% in favour of the Centre and 45.68% in favour of the St Asaph Diocesan Board of Finance. It was further agreed, that should the property be sold, the Centre would repay the 45.68% of the sale proceeds to the Board of Finance.

During the current financial period, the decision was made to show only the percentage owned by the Centre in the financial statements, being 54.32%

Had the revaluation in 2022 not been undertaken, the historical cost of the property is £217,229 (100%).

9 Fixed asset investments

	Unlisted investments £
Bought forward	
At 1 January 2023	2,244
Additions	9,293
Carried forward	
At 31 December 2023	11,537

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Notes to the financial statements (continued)

For the year ended 31 December 2023

10 Debtors	2023	2022
	£	£
Trade debtors	-	705
Prepayments and accrued income	-	-
	<u>-</u>	<u>705</u>
11 Creditors: amounts falling due within one year	2023	2022
	£	£
Trade creditors	8,544	12,261
Amount paid to parent undertaking	-	-
	<u>8,544</u>	<u>12,261</u>
12 Creditors: amounts falling due after more than one year	2023	2022
	£	£
Trade creditors	134,753	134,753
	<u>134,753</u>	<u>134,753</u>

A loan of £134,753 from The St Asaph Diocesan Board of Finance is included within Trade Creditors: amounts falling due after more than one year. This loan is secured over the property and is only repayable on any future sale of the Centre.

13 Analysis of net assets between funds

	Unrestricted funds	2023 Restricted funds	Total	Unrestricted funds	2022 Restricted funds	Total
	£	£	£	£	£	£
Fund balances at 31 December 2023 are represented by:						
Tangible assets	217,266	6,848	224,114	384,379	8,570	392,949
Investments	2,277	9,260	11,537	-	2,244	2,244
Current assets /(liabilities)	45,996	8,469	54,465	56,134	-	56,134
Long term liabilities	(134,753)	-	(134,753)	(134,753)	-	(134,753)
	<u>130,786</u>	<u>24,577</u>	<u>155,363</u>	<u>305,760</u>	<u>10,814</u>	<u>316,574</u>

14 Related party transactions

Since the merger in 2022, there are no related party transactions.

15 Volunteers

The charity has a small number of volunteers who give up their free time to assist the Centre on the few occasions they are required.

SAINT MELANGELL SHRINE CHURCH AND CENTRE

Detailed income and expenditure account

For the year ended 31 December 2023

	2023		2022	
	£	£	£	£
Turnover				
Donations, Gifts and Sale of Small Goods		23,310		19,694
Covenants I Gift Aid Certificated Donations inc tax rebates		1,942		1,282
Bank Interest		581		75
Shepherd hut income		2,299		2,855
		<u>28,132</u>		<u>23,906</u>
Cost of sales				
Grants and Donations			430	
Costs of fundraising	751		-	
Repairs and Renewals inc adjustment for creditor	(2,480)		798	
Insurance	1,336		1,159	
Telephone	791		722	
Heating and Lighting	2,076		1,191	
Water	-		218	
Office Expenditure	968		294	
Wages	6,960		10,880	
Accountancy Fees	4,813		6,100	
Parish share	13,975		13,062	
Sundry Expenses	423		1,281	
Bank charges	156			
Depreciation	2,104		2,144	
		<u>31,872</u>		<u>38,279</u>
Excess of (Expenditure)/Income over				
Expenditure/(Income)		<u>(3,740)</u>		<u>(14,373)</u>