

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

SCOTTISH CHARITY REGISTERED NUMBER
CONGREGATION REFERENCE NUMBER

SC002472
241490

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

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**TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2025**

The Trustees present their annual report and financial statements of the charity for the year ended 31 December 2025. The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the General Assembly Regulations for Congregational Finance, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) 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 published on 1 January 2019.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The congregation is a registered charity, number SC002472, and is administered in accordance with the terms of the Deed of Constitution (Unitary Form) and is subject to the Acts and Regulations of the General Assembly of the Church of Scotland.

Members of the Kirk Session are the charity trustees. The Kirk Session members are the Elders of the Church and are chosen from those members of the Church who are considered to have appropriate gifts and skills. The Ministers, who are members of the Kirk Session, are elected by the congregation and inducted by Presbytery. The Kirk Session which met six times during the year, is responsible for all affairs within the Church under the unitary constitution. The Kirk Session comprises several groups with specific responsibilities: Mission 1/2 (focusing on the first two Marks of Mission), Mission 3/4/5 (focusing on Marks of Mission 3, 4 and 5), Fabric, Finance and Communications. Integration of the congregation and Session following the union in 2024 continues. The Elders who are responsible for the spiritual affairs within the Church are supported by in these groups by co-opted members of the congregation who are believed to have the skills and commitment to contribute to the management affairs of the Church but are not trustees.

The congregation has been allocated a team ministry of three Ministers of Word and Sacrament. With Rev David Smith retiring in 2024 and Rev Dr Conor Fegan transferring to Edinburgh: New Town Church on 22 January 2025, we are currently in vacancy and a nominating committee continues to work to fill these vacancies. Rev Ewan Ritchie worked with us part-time as associate minister from 6 January to 31 August 2025 and Rev Dr Sarah Whittle joined us as a locum on 1 November 2025.

The ministry team is supported by a full-time Pastoral Assistant, a part-time Children and Families Worker, and a part-time Mission Co-ordinator. Some members of the congregation, many of whom have completed the Fife Presbytery Weaving Worship course, also participate in leading worship.

OBJECTIVES AND ACTIVITIES

The Church of Scotland is Trinitarian in doctrine, Reformed in tradition and Presbyterian in polity. It exists to glorify God and to work for the advancement of Christ's Kingdom throughout the world. As a national Church, it acknowledges a distinctive call and duty to bring the ordinances of religion to the people in every parish of Scotland through a territorial ministry. It co-operates with other Churches in various ecumenical bodies in Scotland and beyond.

The Kirk Session has adopted the Five Marks of Mission as its primary objective.

- To proclaim the Good News of the Kingdom
- To teach, baptise and nurture new believers
- To respond to human need by loving service
- To seek to transform unjust structures of society, to challenge violence of every kind and pursue peace and reconciliation
- To strive to safeguard the integrity of creation and sustain and renew the life of the earth

To help in focussing the activities of the congregation, two groups were formed. The 1/2 Group focusses on the first two marks of mission, the 3/4/5 Group focusses on the remaining three marks of mission

Services of Worship are held every Sunday morning at 10:30 a.m. Sunday morning worship was held in each church building from January until September on a six-weekly rotation, enabling the various legacy congregations to come together in fellowship. At their meeting in September, the Kirk Session decided to try having two Sunday morning services, this time on a three-weekly rotation to give the congregation another choice of worship venue. Afternoon and evening services are also held in the various church buildings. During the warmer months of the year, an outdoor afternoon service was held on the first Sunday of each month. Junior Church is available for children of primary school age. Worship takes place monthly in local care homes and school chaplaincy is offered in local schools.

TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2025

OBJECTIVES AND ACTIVITIES (cont.)

Activities during the week, that benefit the local parish community, include: the Guild, Welcome In, Good Companions, Alzheimer's Group, Messy Church, Monday Club, Youth Clubs, fitness and martial arts classes, Guide Dog Puppy Training, Team Jak, Compassionate Friends, Express Group, Crossroads, Gingerbread, Slimming groups, choirs, NHS baby immunisation, Tiger Clubs and Guides, Brownies and Rainbows. The Little Fishes and Wild Weans Baby and Toddler Groups are run by the church in the St Columba's and St Margaret's buildings respectively. Some of the premises are also used for Local Council and Residents meetings and as a Polling Station when required.

Our congregation actively participates ecumenically in Glenrothes Churches Together and seeks to work with other denominations where possible.

ACHIEVEMENTS AND PERFORMANCE

Heart of Fife Parish Church (Glenrothes, Leslie, Markinch & Thornton) is a union of six local churches joined together on 1 July 2024. These churches were Glenrothes: Christ's Kirk Church of Scotland, Glenrothes: St Columba's Parish Church of Scotland, Glenrothes: St Margaret's Parish Church of Scotland, Glenrothes: St Ninian's Parish Church of Scotland, Leslie: Trinity Parish Church of Scotland, and Markinch and Thornton Parish Church of Scotland. Throughout 2025 integration of the congregation and Kirk Session continued to improve.

The weekly Sunday morning services are broadcast live on various platforms for members unable to attend. The number attending worship is approximately 175.

Holiday clubs were run at Markinch and in the St Margaret's building. Weekly warm spaces were provided in two of our buildings and a free Christmas Day lunch was provided to about 40 people from around the parish.

On Remembrance Sunday, the Act of Remembrance was held in two of the church buildings during the morning service, as well as services at the Memorial Gardens in Glenrothes and the War Memorials in Leslie, Markinch and Thornton.

During the school holidays, Fife Council used two of the Church's premises to distribute free packed lunches to families in need.

In partnership with Glenrothes Rotary we raised a total of £3,143 towards the purchase of mosquito nets for our partner church in Chuluchosema, Malawi. This was match-funded by the Rotary so that in total £6,561 was sent to Malawi. In addition, we donated £1,440 to the Glenrothes Outreach Worker which was match funded by the Scripture Union.

FINANCIAL REVIEW

Our principal sources of income are from weekly offerings, Gift Aid tax refunds, church organisation activities and hall lets. We have noticed a decrease in offerings since the union. The majority of members who paid by standing order had to transfer their offerings from one of the legacy churches' account to the Heart of Fife account, and some have chosen not to. Some members are attending church less often as services were not being held in 'their' church every week. Some members have decided to leave the church altogether.

For clarification, Congregational Organisation income/expenditure covers income/expenditure from the restricted Youth Initiatives, Sponsored Child, Warm Welcome, and Guilds Funds, and the designated Flower, Youth, Mission and Outreach, and Good Companions Funds.

The Statement of Financial Activities shows a deficit for the year of £25,911 (2024 - £38,602).

Total funds at the year-end were £518,526 (2024 - £544,437).

TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2025

RISK MANAGEMENT

The Trustees consider the following to be the main risks facing the charity:

1. We are currently in vacancy for two Ministers of Word and Sacrament and consequently there is a reduced ministry resource.
2. The increased risk in losing members due to the demographics of our congregation could adversely affect our viability as a congregation and our income stream.
3. The size and age of our buildings mean that there is a risk that a large repair may be required, for example the replacement of a boiler, which would impact on our ability to worship in the affected premises or offer our halls for community use and hire.
4. The increased regulatory framework in a range of areas from child protection and data protection to health and safety and employment places a big responsibility on volunteers. There is a risk that we are unable to find volunteers with the skills and competence to carry out these tasks.
5. The charity relies on a small core of volunteers to carry out a number of key tasks which put us at risk should they be unable to carry them out for any reason.
6. The cost-of-living crisis is a concern both in terms of income and expenditure especially on cost of utilities.

The Trustees are taking the following steps to mitigate these risks:

1. A vacancy committee has been formed to seek for suitable candidates to join our ministry team.
2. New forms of worship and activity to encourage a broader age profile have been introduced such as monthly Messy Church and Church in the Woods once a month during the summer months.
3. Outside expertise is sought when required to support us in adhering to statutory requirements. There is also a regular pattern of property surveys arranged by Presbytery. Fife Presbytery is looking to support churches in fabric matters and to reduce the burden placed on volunteers.
4. There is a requirement to ensure that there are no 'single points of failure' and that more than one person is able and willing to carry out these key tasks. We will ensure that documentation is in place to record what the various roles entail.
5. The Kirk Session determined to review the missional requirement for each of our buildings during 2026.

RESERVES POLICY

The charity trustees have considered the reserves required and have taken into account their current and future liabilities. It is the Trustees' policy to hold reserves of approximately 3-4 months' expenditure including designated funds. At the year end the Church held unrestricted funds of £67,591 (2024 - £105,340) of which £15,816 (2024 - £21,725) has been designated for fabric. The Church also held £362,103 (2024 - £355,749) in restricted funds which have been provided for the purposes specified in Note 16.

GOING CONCERN

The charity trustees recognise that with the substantial deficit and falling congregation numbers resulting in a reduction in income, steps need to be taken to ensure we remain a going concern. These include:

- Reviewing the need for all our church buildings with a view to reducing our overheads
- Reducing the number of paid employees with church officer and caretaker roles being taken on by volunteers
- Ongoing consolidation of expenditure on telephone lines and printing
- Working to increase our hall hire income whilst keeping rates affordable for current users
- Standardising our wedding fees across all our buildings
- A stewardship campaign to encourage generosity among members, including promotion of standing orders for regular giving and registration for Gift Aid in 2026
- Exploring avenues for external funding including crowdfunding and seeking external grants for specific projects
- Promotion of online cashback through easy fundraising
- Drawing down resources from the Consolidated Fabric Fund and investments where appropriate
- Taking advantage of the Listed Places of Worship Grant scheme to reclaim VAT on fabric expenditure in our 3 listed buildings

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2025

REFERENCE AND ADMINISTRATIVE INFORMATION

CHARITY NAME	Heart of Fife Parish Church of Scotland (Glenrothes, Leslie, Markinch and Thornton)		
CHARITY REGISTRATION NUMBER	SC002472		
CONGREGATION REGISTRATION NUMBER	241490		
CONTACT ADDRESS	St Columba's Building The Church Office Rothes Road Glenrothes Fife KY6 1BN		
PRINCIPAL OFFICE BEARERS	Ministers:	Rev Dr Conor Fegan (to 21 January 2025) Rev Alan Kimmitt	
	Session Clerks:	Mrs Carol Gibson (to 5 February 2025) Mrs Alison Oliver (from 5 February 2025)	
	Church Treasurer:	Mrs Dorothy Woolley	
INDEPENDENT EXAMINER	Barry Grant Chartered Accountant Cunningham Grant Unit G6 The Granary Business Centre Cupar Fife KY15 5YQ		
BANKERS	Royal Bank of Scotland 3 Falkland Gate Glenrothes Fife KY7 5NS		
	Bank of Scotland 9 Falkland Gate Glenrothes Fife KY7 5LW		
	Virgin Money 5 Falkland Gate Glenrothes Fife KY7 5NS		

TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2025

TRUSTEES

The following trustees were members of the Kirk Session of the Heart of Fife Parish Church of Scotland from 1 January 2025

Mrs Ann Adam (to 20/11/25), Mrs Janet Adamson, Mrs Wilma Anderson, Ms Ruth Anderson, Mr John Baker (to 10/06/25), Mrs Lorna Baker (31/07/25), Mr Robert Balfour, Mr William Blaik, Mrs Rose Bowie, Mr John Burns, Mrs Agnes Butler, Mrs Michelle Carberry, Mr Eric Christie, Mr Ian Christie, Mrs Jean Christie, Mrs Moira Christie, Mrs Mary Cochrane, Miss Margaret Colville (to 04/11/25), Mr Hugh Connell, Mr Ernest Conner (to 22/03/25), Mr Anthony Cromie, Mrs Margaret Cromie, Mrs Margaret Dalglish (to 17/12/25), Mr Ralph Dean, Mrs Olwen Dean, Mrs Myra Deas (to 03/09/25), Mrs Doreen Dewar, Miss Sandra Elder, Mrs Sheila Filsell, Mr Gilbert Forbes (to 08/07/25), Mrs Pat Forbes (to 08/07/25), Mrs Shelagh Ford, Mrs Jean Forrester (to 31/08/25), Mrs Christine Fraser, Mrs Carol Gibson, Mr Ian Gordon, Mrs Margaret Gordon, Mrs Gitte Gordon, Mr Bryan Gould, Mrs Sheena Grant (to 17/12/25), Mr Martin Green, Mrs Nicola Hall, Mr Paul Hamilton, Mrs Val Harley, Mrs Teresa Henderson, Mr Craig Higgins, Mrs Fiona Higgins (to 04/11/25), Mrs Hazel Higgins, Mr James House, Mr Jim Imrie, Mrs Elizabeth Johnston, Mrs Lauren Jones, Mrs Pamela Kay, Mr David Kerr, Mrs Beth Kielb, Mrs Margaret Kimmitt, Mx Iona Kimmitt, Rev Alan Kimmitt, Mrs Karin Liddle (to 30/11/25), Mr Brian Lumsden, Mrs Shona Lumsden (to 12/11/25), Mr Paul Massie, Mrs Fiona Massie, Miss Marilyn Maule, Mrs Moira McEwan, Mr Stuart McGowan (to 21/02/25), Mrs Janice McNaught, Mrs Betty Menzies, Mr Gordon Michie, Mr Jim Miller (to 05/11/25), Mrs Margaret Miller (to 05/11/25), Mrs Dawn Mitchell, Miss Leah Moir, Mr Ian Morgan, Mrs Paula Morrison, Mrs Agnes Munro, Mrs Alison Normand, Mrs Alison Oliver, Mr Ewan Oliver, Mr Ronald Page, Mrs Wilma Page, Mrs Linda Paterson, Mrs Mary Patey, Mrs Mary Pettigrew, Mrs Naima Povey, Mr Alec Redpath, Mrs Carole Redpath (to 03/09/25), Mrs Catriona Reidpath, Mrs Elizabeth Rollo, Mrs Nicola Ross, Mr Lindsay Roy, Mrs Arlene Russell, Miss Marianne Sankey, Mr Ian Sankey, Mrs Margaret Sankey, Mr Jim Shand, Mrs May Shaw, Mr John Sinski, Mrs Hilary Thomas, Mrs Irene Ure, Mr Ian Watt (to 03/11/25), Mr Kenneth Wilkie, Mr John Wood (to 23/11/25), Mr Alan Woolley, Mrs Dorothy Woolley.

The following Trustees are currently on sabbatical leave: Mrs Rose Bowie, Mr Gordon Michie, and Mrs Mary Patey.

TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2025

TRUSTEE'S RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

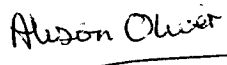
The law applicable to charities in Scotland requires the charity trustees to prepare financial statements for each year which show a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing those financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the method and principles of the applicable Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operational existence.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information on the congregation's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the Trustees and signed on their behalf.



Alison Oliver
Session Clerk

Date: 12/4/26

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2025**

I report on the accounts of the charity for the year ended 31 December 2025 which are set out in the Statement of Financial Activities, Statement of Balances and Notes to the Accounts.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER

The charity's trustees are responsible for preparing the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

The charity trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

BASIS OF INDEPENDENT EXAMINER'S STATEMENT

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended). An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the 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 the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations (as amended), and
 - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations (as amended) have not been met, or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Barry Grant

Barry Grant
Chartered Accountant
Cunningham Grant
Unit G6
The Granary Business Centre
Cupar
Fife
KY15 5YQ

Date: 13/4/2026

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Endowment Funds 2025 £	Total Funds 2025 £	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Endowment Funds 2024 £	Total Funds 2024 £
<u>INCOME AND ENDOWMENTS</u>									
Donations and legacies	[2]	193,504	8,313	-	201,817	246,578	39,791	-	286,369
Charitable activities	[3]	7,050	-	-	7,050	9,074	-	-	9,074
Other trading activities	[4]	33,942	-	-	33,942	45,707	-	-	45,707
Investments	[5]	3,562	11,211	41	14,814	1,724	12,110	465	14,299
Other	[6]	49,044	62,921	-	111,965	-	13,372	-	13,372
<u>TOTAL INCOME</u>		287,102	82,445	41	369,588	303,083	65,273	465	368,821
<u>EXPENDITURE</u>									
Raising funds	[7]	235	-	-	235	324	-	-	324
Charitable activities		346,960	72,399	-	419,359	386,773	43,796	417	430,986
<u>TOTAL EXPENDITURE</u>		347,195	72,399	-	419,594	387,097	43,796	417	431,310
<u>NET INCOME/(EXPENDITURE)</u>		(60,093)	10,046	41	(50,006)	(84,014)	21,477	48	(62,489)
<u>BEFORE GAINS ON INVESTMENTS</u>									
Net gain on revaluation of investments		2,845	14,937	6,313	24,095	3,116	13,896	6,875	23,887
<u>NET INCOME/(EXPENDITURE)</u>		(57,248)	24,983	6,354	(25,911)	(80,898)	35,373	6,923	(38,602)
Transfers between funds		19,499	(18,629)	(870)	-	446	(446)	-	-
<u>NET MOVEMENT IN FUNDS</u>		(37,749)	6,354	5,484	(25,911)	(80,452)	34,927	6,923	(38,602)
<u>TOTAL FUNDS BROUGHT FORWARD</u>		105,340	355,749	83,348	544,437	185,792	320,822	76,425	583,039
<u>TOTAL FUNDS CARRIED FORWARD</u>		67,591	362,103	88,832	518,526	105,340	355,749	83,348	544,437

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

BALANCE SHEET
FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	Total Funds 2025 £	Prior Year 2024 £
<u>FIXED ASSETS</u>			
Tangible assets	[10]	32,819	14,510
Investments	[11]	412,967	383,419
		<u>445,786</u>	<u>397,929</u>
<u>CURRENT ASSETS</u>			
Debtors	[12]	11,395	24,079
Bank and cash		70,796	173,512
<u>TOTAL CURRENT ASSETS</u>		<u>82,191</u>	<u>197,591</u>
<u>CURRENT LIABILITIES</u>			
Creditors falling due within one year	[13]	9,451	51,083
<u>NET CURRENT ASSETS</u>		<u>72,740</u>	<u>146,508</u>
		<u>518,526</u>	<u>544,437</u>
<u>THE FUNDS OF THE CHARITY:</u>			
Endowment funds	[16]	88,832	83,348
Restricted income funds	[16]	362,103	355,749
Unrestricted income funds	[16]	67,591	105,340
<u>TOTAL CHARITY FUNDS</u>		<u>518,526</u>	<u>544,437</u>

The accounts were approved by the Kirk Session on 12/04/2026
For and on behalf of the Kirk Session

Alison Oliver
Session Clerk

Alison Oliver

Dorothy Woolley
Treasurer

Dorothy Woolley

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

[1] ACCOUNTING POLICIES

The principal accounting policies, which have been applied consistently in the current and preceding year in dealing with items which are considered material to the accounts, are set out below.

BASIS OF PREPARATION

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 Standards applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) and the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS102), the Charities and Trustees Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The financial statements are presented in sterling which is the functional currency of the charity and are rounded to the nearest £1. The charity constitutes a public benefit entity as defined by FRS 102.

GOING CONCERN

The Trustees consider that there are no material uncertainties about the ability of the charity to continue for the foreseeable future, and therefore has adopted the going concern basis in preparing these financial statements. The Trustees have considered a period of 12 months from the date of approval of the financial statements.

FUND ACCOUNTING

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

Unrestricted funds included designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

Restricted funds are subject to specific conditions by donors as to how they may be used. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Endowment funds are funds which have been given on the condition that the original capital sum is not reduced, but the income there from is used for the purpose defined in accordance with the objects of the charity.

INCOMING RESOURCES

Income is recognised in the accounts when the charity is legally entitled to the funds, 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.

Revenue grants are credited to the income and expenditure account in the period to which they relate.

Capital grants are recognised in the Statement of Financial Activities when they are receivable. For restricted capital grants, funds will be reduced over the useful economic life of the asset in line with its depreciation.

DONATED SERVICES AND FACILITIES

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from use by the charity of the item is probable and that the economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102) the general volunteer time of congregation members is not recognised.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised as expenditure in the period of receipt.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

[1] ACCOUNTING POLICIES

EXPENDITURE

Expenditure, including grants in the form of support and gifts to individuals and charitable institutions, is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

TANGIBLE FIXED ASSETS

The charity has the right to occupy and use for its charitable objects certain tangible fixed assets, including the Church, halls and manse, vested in the Church of Scotland General Trustees. No consideration is payable for the use of these assets. Expenditure incurred on the repair and maintenance of these assets is charged as resources expended in the statement of financial activities in the period in which the liability arises.

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended. Depreciation has been provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures, fittings and office equipment	-	5 years straight line
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INVESTMENTS

Fixed asset investments are stated at market value at the balance sheet date. Unrealised gains and losses represent the difference between the market value at the beginning and end of the financial year or, if purchased in the year, the difference between cost and market value at the end of the year. Realised gains and losses represent the difference between the proceeds on disposal and the market value at the start of the year or cost if purchased in the year.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents are basic financial instruments which 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

[1] ACCOUNTING POLICIES

DEBTORS

Trade and other debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid net of any discounts due.

CREDITORS

Creditors are normally recognised at their settlement amount after allowing for any trade discounts due.

TAXATION

The charity is exempt from tax on its charitable activities.

CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources.

The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

	Unrestricted			Restricted			Endowment			Total		
	Funds	2025	£	Funds	2025	£	Funds	2025	£	Funds	2025	£
[2] DONATIONS AND LEGACIES												
Offerings	135,716			-			-			135,716		
Tax recovered on gift aid	30,596			-			-			30,596		
Legacies	-			-			-			-		
Donations	6,072			1,660			-			7,732		
Contributions from Organisations	20,086			6,653			-			26,739		
Other	1,034			-			-			1,034		
	193,504			8,313			-			201,817		
[3] CHARITABLE ACTIVITIES												
Weddings and funerals	4,466			-			-			4,466		
Fundraising	2,584			-			-			2,584		
	7,050			-			-			7,050		
[4] INCOME FROM OTHER TRADING ACTIVITIES												
Hall rents	33,942			-			-			33,942		
Manse rent	-			-			-			-		
	33,942			-			-			33,942		
[5] INVESTMENT INCOME												
Dividend income	2,712			11,211			-			13,923		
Interest receivable	850			-			41			891		
	3,562			11,211			41			14,814		
[6] OTHER INCOME												
Grants	282			3,818			-			4,100		
From General Trustees	41,632			56,965			-			98,597		
Insurance Claim	7,130			2,138			-			9,268		
	49,044			62,921			-			111,965		
	174,330			-			-			174,330		
	38,383			2,500			-			40,883		
	8,068			5,000			-			13,068		
	7,600			28,312			-			35,912		
	18,091			3,979			-			22,070		
	106			-			-			106		
	246,578			39,791			-			286,369		
	4,905			-			-			4,905		
	4,169			-			-			4,169		
	9,074			-			-			9,074		
	33,707			-			-			33,707		
	12,000			-			-			12,000		
	45,707			-			-			45,707		
	795			11,950			417			13,162		
	929			160			48			1,137		
	1,724			12,110			465			14,299		
	-			9,399			-			9,399		
	-			3,973			-			3,973		
	-			13,372			-			13,372		

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

Support costs have not been separately identified as the trustees consider there is only one charitable activity. Therefore support costs relate wholly to that activity.

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

[8] STAFF COSTS	2025	2024
	£	£
Salaries and wages	39,874	54,433
Social Security costs	-	-
Pension costs	673	372
	<u>40,547</u>	<u>54,805</u>

The average number of employees during the year was as follows:

Music staff	1	2
Premises	2	4
Administration	1	1
Youth workers	2	2
	<u>6</u>	<u>9</u>

Details of locum costs are given in note [7]

No employee had benefits in excess of £60,000 (2024- 0).

All Church of Scotland congregations contribute to the National Stipend Fund which bears the cost of all ministers' stipends and employer's contributions for national insurance, pension and housing loan fund. Ministers' stipends are paid in accordance with the national stipend scale, which is related to years of service. For the year under review the minimum stipend was £32,433 and the maximum stipend (in the 5th and subsequent years) £39,856.

[9] TRUSTEE REMUNERATION AND RELATED PARTY TRANSACTIONS

During the year the following expenses were paid on behalf of ministers -

Rev. Dr. C Fegan - £Nil (2024 - £2,736), Rev. A Kimmitt £4,349 (2024 - £4,274), Rev. D Smith £Nil (2024 - £814), Rev. E Ritchie £480 (2024 - £Nil).

During the year the following salaries were paid to members of the Kirk Session -

A Normand organist £5,810 (2024 - £6,182), M Barnett caretaker £2,310 (2024 - £10,351).

No trustee or person related to a trustee had any personal interest in any contract or transaction entered into by the charity during the year.

During the year a total of £45,992 (2024 - £52,195) was donated to the congregation by trustees.

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

[10] TANGIBLE FIXED ASSETS

	2025	2024
	£	£
<u>Cost</u>		
At 31 December 2024	48,960	38,017
Additions	27,968	10,943
At 31 December 2025	76,928	48,960
<u>Depreciation</u>		
At 31 December 2024	34,450	30,034
Charge for the year	9,659	4,416
At 31 December 2025	44,109	34,450
<u>Net Book Value</u>		
At 31 December 2025	32,819	14,510
At 31 December 2024	14,510	7,983

[11] INVESTMENTS

Market value		
At 31 December 2024	383,419	386,578
Additions	5,453	-
Withdrawals	-	(27,046)
Unrealised gains on investments	24,095	23,887
At 31 December 2025	412,967	383,419
Investments at cost	263,853	258,400
Investments comprise-		

Church of Scotland investors Trust - Income Fund
Church of Scotland investors Trust - Growth Fund
Church of Scotland Investors Trust - Deposit Fund

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

	2025	2024
	£	£
[12] DEBTORS		
Gift Aid tax refund due	8,076	8,498
Other debtors	2,768	1,489
Prepayment	551	14,092
	<u>11,395</u>	<u>24,079</u>

[13] CREDITORS - amounts due within one year

Accruals	9,408	12,921
Other creditors - Giving to Grow	-	38,162
Other creditors - 3rd Party Donation	43	-
	<u>9,451</u>	<u>51,083</u>

	General	Designated	Restricted	Endowment	Total
	£	£	£	£	£
[14] ANALYSIS OF NET ASSETS					
Tangible assets	32,819	-	-	-	32,819
Investments	28,497	11,008	284,775	88,687	412,967
Current assets	(48,921)	53,639	77,328	145	82,191
Current liabilities	(9,451)	-	-	-	(9,451)
As at 31 December 2025	<u>2,944</u>	<u>64,647</u>	<u>362,103</u>	<u>88,832</u>	<u>518,526</u>
Tangible assets	14,510	-	-	-	14,510
Investments	26,452	10,208	264,385	82,374	383,419
Current assets	38,070	67,183	91,364	974	197,591
Current liabilities	(51,083)	-	-	-	(51,083)
As at 31 December 2024	<u>27,949</u>	<u>77,391</u>	<u>355,749</u>	<u>83,348</u>	<u>544,437</u>

[15] VOLUNTEERS

In common with all congregations of the Church of Scotland the congregation benefits from the contribution made by volunteers who give their time and talents willingly for the benefit of the Church. The areas of congregational life which rely on the contribution of volunteers are many and varied and much of the activity would be unable to continue were it not for the commitment shown.

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

[16] MOVEMENT IN FUNDS	At 31.12.24		Incoming resources		Outgoing resources		Transfers		At 31.12.25	
	£		£		£		£		£	
Endowment Funds										
A Mitchell Bequest - Capital	2,942		88		-		-		3,030	
Annie Jamieson Trust - Capital	79,432		6,225		-		-		85,657	
Maurice Christison Memorial	974		41		-		(870)		145	
General Trustees for Trinity	-		-		-		-		-	
	83,348		6,354		-		(870)		88,832	
Restricted Funds										
A Mitchell Bequest - Revenue	-		160		(60)		(100)		-	
Annie Jamieson Trust - Revenue	1		1,681		(1,354)		(276)		52	
The Selkirk Trust - Capital	264,385		14,937		-		5,453		284,775	
The Selkirk Trust - Revenue	27,996		9,370		(3,471)		(5,453)		28,442	
Memorial Gift	-		-		-		-		-	
Property and equipment	53,772		6,116		(25,333)		4,693		39,248	
Youth initiatives	2,405		998		(1,490)		(48)		1,865	
Corra Foundation	-		-		-		-		-	
Local Mission	2,178		-		(20)		-		2,158	
Sponsored child	275		75		(485)		372		237	
Warm Welcome	4,186		3,802		(3,333)		-		4,655	
Guilds	551		3,278		(2,853)		(305)		671	
Giving to Grow	-		-		-		-		-	
General Trustees	-		56,965		(34,000)		(22,965)		-	
	355,749		97,382		(72,399)		(18,629)		362,103	
Subtotal carried forward	439,097		103,736		(72,399)		(19,499)		450,935	
At 31.12.23										
	£		£		£		£		£	
	76,425		7,340		(417)		-		83,348	
At 31.12.24										
	2,915		27		-		-		2,942	
	72,584		6,848		-		-		79,432	
	926		48		-		-		974	
	-		417		(417)		-		-	
	76,425		7,340		(417)		-		83,348	
At 31.12.25										
	-		160		(92)		(68)		-	
	(65)		1,681		(1,429)		(186)		1	
	269,535		13,896		-		(19,046)		264,385	
	2,491		10,108		(3,649)		19,046		27,996	
	500		12,501		(641)		(12,360)		-	
	39,777		13,871		(11,252)		11,376		53,772	
	2,836		802		(1,930)		697		2,405	
	560		-		(560)		-		-	
	2,178		-		-		-		2,178	
	709		-		(434)		-		275	
	558		4,452		(824)		-		4,186	
	1,743		2,725		(4,012)		95		551	
	-		15,000		(15,000)		-		-	
	-		3,973		(3,973)		-		-	
	320,822		79,169		(43,796)		(446)		355,749	
	397,247		86,509		(44,213)		(446)		439,097	

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

[16] MOVEMENT IN FUNDS [CONTD]	At 31.12.24	Incoming resources	Outgoing resources	Transfers	At 31.12.25
	£	£	£	£	£
Sub total brought forward	439,097	103,736	(72,399)	(19,499)	450,935
Unrestricted Funds					
Designated Flowers	389	210	(313)	-	286
Designated Fabrics	21,725	1,333	(23,551)	16,309	15,816
Designated Youth	6,161	16,370	(18,964)	668	4,235
Designated Mission and outreach	8,216	1,266	(1,468)	-	8,014
Designated Future	-	-	-	-	-
Designated General congregation	12,871	572	-	-	13,443
Designated Good companions	1,889	2,250	(2,214)	(495)	1,430
Designated Legacy	8,414	7,612	(15,357)	470	1,139
Designated Kirk Session	17,726	5,558	(3,000)	-	20,284
General Fund	27,949	254,786	(282,338)	2,547	2,944
	105,340	289,957	(347,205)	19,499	67,591
Total Funds	544,437	393,693	(419,604)	-	518,526
	397,247	86,509	(44,213)	(446)	439,097
	332	697	(640)	-	389
	44,355	2,183	(6,324)	(18,489)	21,725
	15,493	7,545	(16,618)	(259)	6,161
	9,148	9,199	(10,748)	617	8,216
	317	-	-	(317)	-
	12,231	640	-	-	12,871
	1,553	1,898	(1,262)	(300)	1,889
	8,414	-	-	-	8,414
	16,031	1,695	-	-	17,726
	77,918	282,342	(351,505)	19,194	27,949
	185,792	306,199	(387,097)	446	105,340
	583,039	392,708	(431,310)	-	544,437

Fund	Purpose	Fund	Purpose
A Mitchell Bequest - Capital	Youth church and music resources	Sponsored child	Supporting a child overseas
Annie Jamieson Trust - Capital	To assist the poor of the parish	Warm Welcome	Provision of warm space and light lunches
Maurice Christison Memorial	Youth church resources	Guilds	Fellowship and faith in action
General Trustees for Trinity	Income towards Giving to Grow	Flowers	Flowers for display
The Selkirk Trust - Capital	For pulpit supply and youth workers	Fabrics	Maintenance of church property and grounds
Memorial Gift	In memory of a husband	Future	For the purchase of Hymnal Plus
Property and equipment	For church repairs and specific equipment	General congregation	Materials for general congregational purposes
Youth initiatives	To support youth in the local community	Good companions	Weekly group for the elderly
Corra Foundation	To support families and individuals in need	Legacy	Dependent on wishes of legatee
Local Mission	To support homeless projects	Kirk Session Benevolent	To provide help for financial hardship

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

	2025	2024
	£	£
[17] COLLECTIONS FOR THIRD PARTIES		
Christian Aid	48	711
Tear Fund	61	48
Blythswood Care	-	85
Gillian Rose Nurses	180	120
Scots Kirk, Kandy	68	-
Malawi Nets	3,143	-
Glenrothes Foodbank	10	-
	<u>3,510</u>	<u>964</u>

HEART OF FIFE PARISH CHURCH OF SCOTLAND (GLENROTHES, LESLIE, MARKINCH & THORNTON)

APPENDIX - FUNDS HELD BY THE CHURCH OF SCOTLAND GENERAL TRUSTEES FOR THE
BENEFIT OF THE CONGREGATION
FOR THE YEAR ENDED 31 DECEMBER 2025

	2025	2024
<u>Consolidated Fabric Fund</u>	<u>£</u>	<u>£</u>
Capital account		
Credit balances held at 31 December 2025 at cost	<u>762,368</u>	<u>246,207</u>
Market value of balances at 31 December 2025	<u>808,101</u>	<u>285,893</u>
Revenue account		
Credit balance at 31 December 2025	<u>10,148</u>	<u>25,115</u>
Temporary account		
(Debit)/Credit balance at 31 December 2025	<u>(3,520)</u>	<u>115,374</u>
 <u>Individual Fund</u>		
Whose purpose is to augment the Stipend of Leslie Trinity		
Expendable		
Credit balances at 31 December 2025 at cost	<u>-</u>	<u>1,841</u>
Market value of balances at 31 December 2025	<u>-</u>	<u>1,841</u>
Permanent endowment		
Credit balances at 31 December 2025 at cost	<u>1,494</u>	<u>1,494</u>
Market value of balances at 31 December 2025	<u>1,494</u>	<u>1,494</u>