

**THE PAROCHIAL CHURCH COUNCIL OF THE
ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH
ALL SAINTS SPITALFIELDS**

Diocese of London

Report & Financial Statements

31 December 2022

Registered Charity Number: 1127652

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

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THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report and Financial Statements 2022 Legal and Administrative Information

Name	The Parochial Church Council of The Ecclesiastical Parish of Christ Church with All Saints Spitalfields.		
Address	Commercial Street, London E1 6LY		
Charity Registration no	1127652. The church was registered with the Charity Commission on 21 January 2009.		
The Governing Document	Parochial Church Council Powers Measure (1956) as amended and Church Representation Rules (2006).		
Members of the PCC	Those who served from 1 January 2022 to the date this report was approved are:		
	Clergy	D Wolf	Senior Pastor (Appointed April 2022)
	Churchwardens	W Spiring I Oppong	
	Elected Members	S Knight D Bird A Hull A Pillans T Vaughan L Alexander A Jones C Hilson H Owen R Gomes G Makin C Cribbins A Foad S Orojian	(Stepped down May 2022) (Stepped down May 2022) (Stepped down May 2022) Treasurer (Stepped down May 2022) (Appointed 24 May 2022) (Appointed 24 May 2022)
Key Management Personnel	Those in charge of planning, directing, controlling, running and operating the Charity, including those members of staff who are the senior management personnel to whom the trustees have delegated significant authority or responsibility in the day-to-day running of the charity, are the Clergy, Church Wardens and Chief Operating Officer.		
Bankers	Reliance Bank Faith House 23 - 24 Lovat Lane London EC3R 8EB		
Solicitors	Winckworth Sherwood Minerva House 5 Montague Close London SE1 9BB		
Independent Examiner	John Helm ACA Tandem Accounting Limited 17 Heathville Road London N19 3AL		
Quinquennial Inspector	Connolly Wellingham Architects Spike Design 133 Cumberland Road Bristol BS1 6UX		

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report of the Parochial Church Council For the year ended 31 December 2022

The Parochial Church Council of The Ecclesiastical Parish of Christ Church with All Saints Spitalfields (“PCC”) submits its report and the financial statements of the PCC for the year ended 31 December 2022. The financial statements have been prepared in the format prescribed by the Statement of Recommended Practice: Accounting and Reporting by Charities (SORP2015) and the Financial Reporting Standard 102. The legal and administrative information set out earlier in this document forms part of this report.

The PCC co-operates with the incumbent in promoting the whole mission of the Church within its Parish and beyond; pastoral, evangelistic, social, and ecumenical. It also has responsibility for the non-stipendiary staff and the maintenance of the Church buildings. In essence, the PCC is a consultative body that represents the views of the congregation as well as its own. It should communicate, where appropriate, any decisions of the PCC or its committees to the church; oversee and advise in the financial affairs of the church; pray and champion the vision for the church.

I. Structure, governance and management

Christ Church Spitalfields is part of the Diocese of London within the Church of England. The PCC is a body corporate (PCC Powers Measure 1956, Church Representation Rules 2006).

The method of appointment of PCC members is set out in the Church Representation Rules and members are drawn from those on the Electoral Roll of the parish. Following a decision at the APCM of 2021 the PCC is now comprised of a maximum of 14 elected members (elected annually), our Deanery synod reps, two church wardens and any licensed clergy.

PCC members are responsible for making decisions on all matters of general concern and importance to the parish, including deciding on how the PCC’s funds are to be spent.

The full PCC met on six occasions during the year. Its Standing committee met in the intervening months to shape the work of the PCC and make executive decisions where needed. They also operate as the staffing committee. In addition, the PCC has set up working groups: the Finance Team, the Safeguarding Team, and the Away Giving Team.

In 2003, the PCC set up Christ Church Community Vision (Services) Limited (CCCVS Ltd), to manage the building in a self-funding and sustainable way. CCCVS Ltd is a company registered in the UK (company number 04843002).

Relationships with other organisations

The PCC works closely with a number of other charities and linked organisations:

- Christ Church Foundation (charity no. 1091925) is a sinking fund for all long-term maintenance of Christ Church Spitalfields.
- Christ Church Primary School Brick Lane - a voluntary aided Church of England school to which the PCC appoint Governors.
- The Mary Baker Charity which makes gifts to the poor and sick.
- The Norton Folgate Almshouses who manage 11 housing units for the poor of Tower Hamlets and one commercial premises locally.

Enabling Committee (Standing Committee)

This is the only committee required by law. It is the leadership team of the PCC and plans the work of the full PCC over the year. It has power to transact the business of the PCC between its meetings, subject to any directions given by the PCC. Its membership comprises the incumbent, associate priest/curate, churchwardens, the PCC secretary and treasurer and sub-committee chairs. The Standing Committee meets every other month from PCC to discuss matters and set the agenda for the PCC.

Church Attendance

The electoral roll is completely reviewed and revised once every five years and was last updated in 2022. At the last APCM the electoral roll stood at 168 (2021: 187).

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Risk Management

The PCC acknowledge that they have a responsibility for the identification and proper management of risks faced by the church in achieving its primary aims. The PCC has therefore assessed the major risks to which the church is exposed, in particular, those relating to the specific operational areas of the church, its investments and its finances. The PCC believes that, by monitoring reserves levels, by ensuring that controls exist over key financial systems, and by examining the operational risks faced by the church, it has established effective systems and procedures to mitigate those risks. A comprehensive risk register is being undertaken.

Operational Area	Risk	Management
Security & Safeguarding	There is a major security, safeguarding, or health & safety incident	Safeguarding – there is a safeguarding policy in place and a designated safeguarding officer. All volunteers who have direct contact with children or vulnerable adults as well as pastoral team members are required to have a DBS, which is renewable every three years; we ensure that insurance policies are up-to-date and cover us for identified risks; we maintain up-to-date incident logs
Finances	Income and expenditure: there is a risk that expenditure could exceed income	To mitigate these potential risks the PCC aims to maintain a reserve and approves an unrestricted funds budget which shows a surplus of income over expenditure. Monthly management accounts are prepared comparing income and expenditure with budget to enable this to be monitored; PCC officials ensure proper authorisation of expenditure in line with the target operational cash reserves. Regular communications with members regarding giving strategy and also with business partners, including CCCVS.
	Potential liabilities: there is an uninsured liability which crystallises	To mitigate this potential risk, we ensure that insurance policies are up-to-date and include employer's liability, public liability, buildings insurance, contents insurance and property owner's liability, subcontracted where appropriate

2. Objectives and activities

When reviewing and planning the activities of the church, the incumbent and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance to charities for the advancement of religion. In accordance with the objective to promote the whole mission of the Church, we aim to enable the development of personal faith, the sharing of the good news of Christianity, and the growth of community in our parish, by:

- Regular worship and prayer in a variety of formats, open to all;
- Enabling access to sacred spaces for personal prayer and contemplation;
- The opportunity to explore Christian faith through the Alpha course;
- The provision of other community courses which are based on Christian teachings;
- Delivering courses aimed at developing leaders and disciples in our congregation;
- Supporting other charities that are working in our local area to care for the community;
- Developing and embedding small groups to facilitate community support and communal learning about Jesus;
- Working together with the School to invest in children and families in the area;
- Supporting individuals who are working in a missionary capacity

To facilitate this work, the church building is used for worship on Sundays and other ministry events throughout the week. It is usually open to the general public on Sunday afternoons with viewing available by request Monday-Thursday unless closed for a private booking or occasional service. Hanbury Hall is primarily a place for ministry and mission in-keeping with its founding documents to be a venue for Christian education.

The PCC's trading company, Christ Church Community Vision (Services) Ltd, hosts events in the church building and any surpluses from this venture are used to support the mission of the church.

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Report of the Parochial Church Council For the year ended 31 December 2022

3. Achievements and performance

We have created a place for people to **thrive** through:

- Multiplying our worship services to now provide:
 - The NINE
 - The ELEVEN
 - The FIVE
 - The ONLINE
- Running 3 Alpha Groups with approximately 55 guests.

We have created a place for people to **belong** through:

- Launching new Life Groups
- Investing in the strength of our Life Groups through:
 - Appointment of a Curate to assist in building the Life Group program
 - Reintroduction post-covid of Life Group leader's lunches and trainings

We have created a place for people to **impact their city** through:

- Enabling over 100 volunteers to be involved with Food Pantry
- Supporting 35 individuals through the GrowTH night shelter.
- Supporting over 65 local families by distributing over 1100 Food Parcels.
- Giving 25 Door of Hope women (women involved in prostitution locally) hampers of gifts and treats at Christmas.

4. Going Concern

Each year it is the Trustees' responsibility to state whether or not the annual financial statements have been drawn up on a going concern basis (see the accounting policy note on page 13). Going concern is the assumption that an entity, in this case The Parochial Church Council of the Ecclesiastical Parish Of Christ Church With All Saints Spitalfields, has the resources (financial or otherwise) to enable it to continue operating for the foreseeable future and, in particular, for at least 12 months from the date of approval by the Trustees of the financial statements. If the going concern principle did not apply, then the accounts would be drawn up on an insolvent basis.

As part of this year's going concern review, the Trustees have had to consider the ongoing impact of the Covid-19 pandemic and the cost of living crisis. The financial risks to ministry have increased as a result of a reduction in both regular and one-off giving. Our subsidiary company (CCCVS), supports mission and ministry by managing and maintaining all church buildings and by generating income through venue hire. In 2022 our contract with the commercial events business partner ended, and the venue hire management was fully absorbed by the church. Income-generating activity thus far has been promising, and we forecast an overall surplus at the end of 2023, which will contribute towards building back up reserves which have been depleted since the outbreak of the Covid-19 pandemic.

5. Financial Review

Funding for the Charity comes primarily from the free will offerings of those attending services.

The Statement of Financial Activities and Balance Sheet can be found on pages 10 and 11 respectively. The Church's reserves decreased by £159,299 during the year (2021 – decreased by £15,288). The balance sheet shows total net assets of £1,021,885 (2021: £1,181,184).

Included in total funds are amounts totalling £75,859 (2021: £76,098) which are restricted. These balances have either been raised for, and their use restricted to, specific purposes, or they comprise donations subject to donor-imposed conditions. Full details of these restricted funds can be found in note 9 to the accounts together with an analysis of movements in the year.

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6. Reserves Policy

The PCC has examined the requirements for free reserves, i.e. those unrestricted funds not invested in tangible fixed assets. The PCC considers that, given the nature of the church's work, free reserves should be equivalent to approximately 1-3 months' general fund expenditure (depending on the particular expense), plus committed future expenditure on other projects, where funds permit. The PCC is of the opinion that this provides sufficient flexibility to cover temporary shortfalls in incoming resources and will allow the church to cope and respond to unforeseen emergencies whilst specific action plans are implemented. At 31 December 2022 the church had net free reserves deficit of £33,872 (2021: net free reserves of £52,968) as follows:

	2022 £	2021 £
Total reserves	1,021,885	1,181,184
Less: restricted funds	(75,859)	(76,098)
Less: tangible fixed assets	(979,897)	(1,052,117)
Less: fixed asset investment	(1)	(1)
Free reserves	(33,872)	52,968
Free reserves requirement:		
3 month's budgeted routine expenditure	90,000	90,000

The PCC is aware that the free reserves requirement is currently in excess of free reserves and are actively seeking ways in which parity between the two amounts can be restored.

7. Investment Policy

The PCC currently places spare funds on bank deposit.

The PCC invests in Christ Church Community Vision (Services) Limited (CCCVS Ltd), to manage the building in a self-funding and sustainable way. CCCVS Ltd is a company registered in the UK (company number 04843002).

8. Plans for Future Periods

In 2023 we would like to achieve the following:

- Grow the number of people attending services from 190 to 275
- See an increase in number of people belonging to a Life Group from 140 - 300
- Enable more people to impact their city by expanding the numbers serving on a Team from 110 to 160.
- Diversify of Income streams by growing income from
 - Regular Donations
 - Business Activities
 - Grant making trusts

9. Responsibilities of Trustees for the Financial Statements

The PCC is responsible for preparing the report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. Charity law in England and Wales requires the PCC to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the PCC and of the incoming resources and application of resources of the PCC for that period.

In preparing those financial statements, the PCC is required to:

- Select suitable accounting policies and apply them consistently;
- Observe the methods and principles of the Charities SORP;

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Report of the Parochial Church Council For the year ended 31 December 2022

- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards 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 activities of the PCC will continue.

The PCC is responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the PCC and enables them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the governing document.

The PCC is also responsible for safeguarding the assets of the PCC 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 PCC and financial information included in the PCC website.

10. Approval

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



Irene Oppong
Church Warden

20th March 2023

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report of the Independent Examiner to the Parochial Church Council of Christ Church with All Saints Spitalfields

I report on the accounts of the Parochial Church Council (PCC) for the year ended 31 December 2022 set out on pages 9 to 22.

Respective Responsibilities of the PCC and the Examiner

The PCC is responsible for the preparation of the accounts. The PCC considers that an audit is not required for this year under section 144 of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The PCC's gross income exceeds £250,000 and I am qualified to undertake the examination by being a qualified member of The Institute of Chartered Accountants In England and Wales.

It is my responsibility:

- to examine the accounts under section 145 of the 2011 Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act, and
- to state whether particular matters have come to my attention.

Basis of this Report

My examination was carried out in accordance with general Directions given by the Charity Commission. 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 seeking 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 no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

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

1. accounting records were not kept in respect of the church as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts to be reached.



John Helm ACA
17 Heathville Road
London N19 3AL

20th March 2023

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

**Statement of Financial Activities
For the year ended 31 December 2022**

	Note	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total 2021 £
Income from:	2						
Donations, legacies and grants		200,721	313,689	514,410	287,632	328,330	615,962
Charitable activities		9,549	-	9,549	12,386	-	12,386
Other trading activities		4,861	-	4,861	2,149	2,157	4,306
Investments		26,557	-	26,557	-	-	-
Other		59,682	-	59,682	-	-	-
Total Income		301,370	313,689	615,059	302,167	330,487	632,654
Expenditure on:	3						
Raising funds		2,503	2,080	4,583	2,510	16,021	18,531
Charitable activities		457,927	311,848	769,775	417,775	211,636	629,411
Total Expenditure		460,430	313,928	774,358	420,285	227,657	647,942
Net (expenditure)/income		(159,060)	(239)	(159,299)	(118,118)	102,830	(15,288)
Transfers between funds		-	-	-	51,645	(51,645)	-
Net movement in funds		(159,060)	(239)	(159,299)	(66,473)	51,185	(15,288)
Total funds brought forward		1,105,086	76,098	1,181,184	1,171,559	24,913	1,196,472
Total funds carried forward		946,026	75,859	1,021,885	1,105,086	76,098	1,181,184

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS**

**Balance sheet
As at 31 December 2022**

	Note	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Total 2021 £
Fixed Assets					
Tangible Assets	4	979,897	-	979,897	1,052,117
Investments	5	1	-	1	1
		<u>979,898</u>	<u>0</u>	<u>979,898</u>	<u>1,052,118</u>
Current Assets					
Debtors	6	22,412	-	22,412	41,623
Cash at Bank and in Hand		(43,630)	100,859	57,229	152,882
		<u>(21,218)</u>	<u>100,859</u>	<u>79,641</u>	<u>194,505</u>
Creditors - Amounts Falling Due Within One Year	7	12,654	25,000	37,654	65,439
Net Current Assets		<u>(33,872)</u>	<u>75,859</u>	<u>41,987</u>	<u>129,066</u>
Net Assets		<u>946,026</u>	<u>75,859</u>	<u>1,021,885</u>	<u>1,181,184</u>
Represented By:					
Unrestricted Income Funds	8				
General		946,026	-	946,026	1,094,758
Designated		-	-	-	10,328
Restricted Funds	9	-	75,859	75,859	76,098
Total Funds		<u>946,026</u>	<u>75,859</u>	<u>1,021,885</u>	<u>1,181,184</u>

The accounts were approved by the PCC on 20th March 2023 and signed on its behalf by:



**Irene Oppong
Church Warden**

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS**

Cash Flow Statement

For the year ended 31 December 2022

	Note	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Total 2021 £
Net cash flows from operating activities	10	(147,571)	25,361	(122,210)	74,881
Cash flows from investing activities:					
Dividends, interest and rents from investments		26,557	-	26,557	-
Purchase of property, plant and equipment		-	-	-	(10,896)
Net cash used in investing activities		26,557	0	26,557	(10,896)
Change in cash and cash equivalents in the reporting period		(121,014)	25,361	(95,653)	63,985
Cash and cash equivalents brought forward		76,784	76,098	152,882	88,897
Cash and cash equivalents carried forward		(44,230)	101,459	57,229	152,882

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2022

I. Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Basis of accounting

The financial statements have been prepared under the Charities Act 2011 and in accordance with the Charities Statement of Recommended Practice (the Charities SORP) and Financial Reporting Standard 102 (FRS 102). The financial statements are drawn up on the historical cost basis of accounting.

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 an affiliation to another body or those that are informal gatherings of church members.

The PCC meets the definition of a public benefit entity under FRS 102.

Going Concern

There are no material uncertainties about the charity's ability to continue as a going concern and accordingly the accounts have been drawn up on a going concern basis.

Critical Accounting Judgements and Key Sources of Estimation Uncertainty

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. The following judgements and estimates are considered by the trustees to have most significant effect on amounts recognised in the financial statements:

Useful economic life of tangible fixed assets: the annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

Income recognition

Voluntary income and donations (including legacies) are included when the PCC becomes entitled to, probably will receive, and can reliably measure the income. Income from the recovery of tax on gift aided donations is recorded in the period to which the relevant donation is received. Grant income is recognised on a receivable basis.

The income from trading activities includes rental income from the letting of church premises and freehold land and buildings which is accounted for when earned. It is shown gross, with the associated costs included in fundraising costs.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Expenditure recognition

Expenditure is accrued as soon as a liability is considered probable and the amount can be measured reliably. The PCC is not registered for VAT so expenditure includes VAT.

Expenditure included in Raising Funds includes property maintenance costs.

Charitable expenditure includes those costs in fulfilling the PCC's principal objects, as outlined in the Report of the PCC. These include grants payable, governance costs and an apportionment of support costs.

- Grants payable are payments made to third parties in furtherance of the PCC's objects. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the grant. Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the PCC.
- Governance costs comprise all costs involving the public accountability of the PCC and its compliance with regulation and good practice. These costs include costs related to the independent examination and legal fees.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2022

I. Accounting Policies (continued)

The PCC contributes to certain employees' personal pension plans. These are defined contribution schemes, the assets of which are held separately from those of the charity. The cost in the accounts is the amount of contributions paid and payable during the year.

Rentals under operating leases are charged as incurred over the term of the lease.

Taxation

The charity is a registered charity and qualifies for relief from Corporation Tax under chapter 11 of the Corporation Taxes Act 2010.

Tangible Fixed Assets

Consecrated Property and Moveable Church Furnishings

Consecrated land and benefice property such as the church building and vicarage is excluded from the accounts in accordance with s10 of the Charities Act 2011. Moveable church furnishings held by the vicar and churchwardens on special trust for the PCC and which require a faculty for disposal are inalienable property, listed in the church's inventory, which can be inspected (at any reasonable time). They are capitalised at cost and depreciated over their useful economic life other than where insufficient cost information is available. In this case the item is not capitalised, but all items are included in the church's inventory in any case.

Freehold Land & Buildings

There are no Freehold land and building.

Other Fixtures, Fittings & Office Equipment

These are capitalised if they can be used for more than one year and cost at least £1,000. They are valued at cost or else, for gifts-in-kind, at a reasonable estimate of their open market value on receipt. Depreciation is calculated to write off fixed assets over their estimated useful lives on a straight-line basis at rates of 1%, 20% and 33.3%. The carrying values are reviewed at the year-end for impairment if circumstances indicate that the full carrying value may not be recoverable.

Fixed Asset Investments

The PCC has one investment, in Christ Church Community Vision (Services) Ltd, it's trading subsidiary. The investment of £1 in the share capital of the company is reflected in these financial statements. In accordance with the provisions of chapter 24 of SORP 2015, the results of the subsidiary company are not consolidated with the charity's financial statements.

Debtors

Debtors are included at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of opening of the deposit.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation arising from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount.

Fund accounting

The funds held by the charity are either:

- Unrestricted funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Restricted funds - these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS**

**Notes to the Financial Statements
For the year ended 31 December 2022**

2. Income

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Total 2021 £
Donations & legacies				
Offerings and donations	165,531	39,842	205,373	261,461
Income tax reclaimed	34,690	852	35,542	57,601
Grants	500	272,995	273,495	296,900
	<u>200,721</u>	<u>313,689</u>	<u>514,410</u>	<u>615,962</u>
Charitable activities				
Fee income (net)	4,501	-	4,501	692
Ministries income	5,048	-	5,048	11,694
	<u>9,549</u>	<u>0</u>	<u>9,549</u>	<u>12,386</u>
Other trading activities				
Event income	3,205	-	3,205	2,907
Other	1,656	-	1,656	1,399
	<u>4,861</u>	<u>0</u>	<u>4,861</u>	<u>4,306</u>
Investment income				
Distribution from CCCVS	26,557	-	26,557	-
Other				
Recharge of costs to CCCVS	57,467	-	57,467	-
Other	2,215	-	2,215	-
	<u>301,370</u>	<u>313,689</u>	<u>615,059</u>	<u>632,654</u>

3. Expenditure

3.1 Expenditure on Raising Funds

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Total 2021 £
Collecting agent fees	1,725	-	1,725	3,535
Let property costs – All Saints House	-	-	-	-
Giving stations	778	-	778	1,662
Fund raising – grant applications	-	-	-	3,000
Events	-	2,080	2,080	10,334
	<u>2,503</u>	<u>2,080</u>	<u>4,583</u>	<u>18,531</u>

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS**

**Notes to the Financial Statements
For the year ended 31 December 2022**

3.2 Expenditure on Charitable Activities

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Total 2021 £
Direct Ministry costs				
Parish Support Fund	89,460	-	89,460	89,460
Clergy & ordinand costs	1,134	15,500	16,634	23,782
Children & families	23,010	96	23,106	25,042
Ministry events	25,673	6,685	32,358	43,593
Other Pastoral Staff	30,745	-	30,745	-
Social transformation	3,538	39,154	42,692	50,906
Youth ministry	2,965	10,354	13,319	9,715
Student mission	7,339	600	7,939	14,524
Worship & upkeep of services	17,632	2,720	20,352	29,301
Gifts and grants (see analysis 3b below)	2,400	163,990	166,390	8,606
	203,896	239,099	442,995	294,929
Operational				
Operational staff costs	169,082	37,874	206,956	127,045
Office costs	6,309	899	7,208	12,060
Church utilities	-	14,314	14,314	74,656
Covid19 related measures	-	-	-	2,505
Communications	2,675	621	3,296	10,427
Digital infrastructure	-	1,285	1,285	26,795
Business consultancy (inc. fundraising)	1,200	17,105	18,305	3,443
Bank charges	25	133	158	190
	179,291	72,231	251,522	257,121
Depreciation	72,220	-	72,220	72,484
Governance				
Legal & professional	-	518	518	2,597
Independent examiner's remuneration	2,520	-	2,520	2,280
	2,520	518	3,038	4,877
	457,927	311,848	769,775	629,411

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2022

3.2a Staff Costs

In addition to the many volunteers who give their time to the church, there were 12 (2021: 9) employees (excluding casual employees) whose costs are included within the main cost categories of "Expenditure on Charitable Activities" (note 3.2 above). Their aggregate emoluments were as follows:

	Total 2022 £	Total 2021 £
Gross salaries	244,921	200,360
Employer's National Insurance	18,468	15,621
Employer's Annual Allowance	(5,000)	(4,000)
Pension contributions	6,921	6,189
	265,310	218,170
Of which the following was paid to key management personnel:		
Gross salaries	45,936	41,969

These do not include the amounts paid to the Diocese for the Senior Pastor, who is funded through the Parish Support Fund and direct stipend charges from the Diocese. No employee received emoluments in excess of £60,000 during the year (2021: nil).

3.2b Gifts & Grants

The following Gifts & Grants, included within "Expenditure on Charitable Activities" (note 3.2 above), were made during the year:

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Total 2021 £
Grants to institutions				
Inner Change	2,400	-	2,400	2,400
GrowTH	-	4,600	4,600	117
Door of Hope	-	-	-	487
Make Lunch	-	-	-	200
Royal British Legion (Poppy Appeal)	-	-	-	32
Herbert Smith (charitable purposes)	-	-	-	90
Church Revitalisation Trust - Ukraine Appeal	-	9,000	9,000	-
St Paul's Shadwell	-	145,050	145,050	-
	2,400	158,650	161,050	3,326
To/on behalf of individuals	-	5,340	5,340	5,280
	2,400	163,990	166,390	8,606

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

**Notes to the Financial Statements
For the year ended 31 December 2022**

4. Tangible Fixed Assets

	Crypt Redevelopment £	Hanbury Hall Development £	Fixtures & fittings £	Computer Equipment £	Total £
Cost/valuation					
At 1 January 2022	1,297,529	25,509	196,633	12,535	1,532,206
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
At 31 December 2022	<u>1,297,529</u>	<u>25,509</u>	<u>196,633</u>	<u>12,535</u>	<u>1,532,206</u>
Depreciation					
At 1 January 2022	296,850	11,973	161,837	9,429	480,089
Charge for Year	41,206	2,166	25,742	3,106	72,220
Disposals	-	-	-	-	-
At 31 December 2022	<u>338,056</u>	<u>14,139</u>	<u>187,579</u>	<u>12,535</u>	<u>552,309</u>
Net Book Value					
At 31 December 2022	<u>959,473</u>	<u>11,370</u>	<u>9,054</u>	<u>0</u>	<u>979,897</u>
At 31 December 2021	<u>1,000,679</u>	<u>13,536</u>	<u>34,796</u>	<u>3,106</u>	<u>1,052,117</u>

The PCC has use of the following properties. Not all of the risks and rewards of their use accrue to the PCC and therefore none of the properties have been capitalised.

Property	Ownership	Property type/use	PCC responsibility
Christ Church, Commercial Street, London E1 6LY	Diocese of London	Church building; crypt café	Insure and upkeep – sub-contracted to Christ Church Community Vision (Services) Limited (CCCVS)
Hanbury Hall, 22A Hanbury Street, London E1 6QR	Diocese of London	Church hall	Insure and upkeep – sub-contracted to CCCVS
Flat 4, Wesley Court, 22B Hanbury Street, London E1 6QR	Diocese of London	Residential flat, let commercially.	Insure and upkeep - sub-contracted to CCCVS
All Saints House, Buxton Street, London E1 5EH	Diocese of London	Residential property divided into 5 flats, 4 of which are let commercially, 1 of which is provided to the trainee minister	Insure and upkeep - sub-contracted to CCCVS
The Rectory, Fournier Street, London E1 6QE	Freehold of the Rector	Vicarage	None: Diocese of London has responsibility for maintenance

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2022

5. Fixed Asset Investments

The investment relates to Christ Church Community Vision (Services) Limited (“CCCVS”) (company number: 04843002), a limited company with £1 of share capital to which the PCC is the sole subscriber. CCCVS was set up in order to manage the church building in a self-funding and sustainable way.

At 31 December 2022, the net assets of CCCVS amounted to £46,617 (2021: £100,839). The 2022 and 2021 results and financial position of CCCVS were as follows:

Balance Sheet	2022 £	2021 £
Fixed Assets	4,161	6,070
Current assets	169,678	131,121
Creditors: amounts due within one year	(127,222)	(36,352)
Net liabilities	46,617	100,839
Represented by:		
Capital and reserves	46,617	100,839

Profit & loss account	2022 £	2021 £
Turnover	378,058	219,555
Grant income	4,000	41,986
Depreciation	(4,401)	(3,986)
Other expenditure	(431,879)	(174,772)
Corporation tax	-	-
(Loss)/Profit after tax for the year	(54,222)	82,783

6. Debtors

	2022 £	2021 £
Prepayments	9,259	1,170
Trade debtors	13,154	650
Gift Aid receivable	-	7,176
Accrued income	-	665
Grants receivable	-	31,962
	22,413	41,623

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**Notes to the Financial Statements
For the year ended 31 December 2022**

7. Creditors - Amounts Falling Due Within One Year

	2022 £	2021 £
Trade creditors	26,478	56,397
Accruals	2,520	2,280
Other creditors	8,656	6,762
	37,654	65,439

8. Unrestricted Funds

8a Current year

	At 1 January 2022 £	Income £	Expenditure £	Gains/ (losses) £	Transfers £	At 31 December 2022 £
Unrestricted General Fund	1,094,758	301,971	(457,539)	-	6,836	946,026
Designated Funds:						
CAPEX Fund	6,836	-	-	-	(6,836)	0
Love Your Neighbour	3,492	-	(3,492)	-	-	0
	<u>10,328</u>	<u>0</u>	<u>(3,492)</u>	<u>0</u>	<u>(6,836)</u>	<u>0</u>
	<u>1,105,086</u>	<u>301,971</u>	<u>(461,031)</u>	<u>0</u>	<u>0</u>	<u>946,026</u>

The transfer from CAPEX Funds to unrestricted general fund was made because capital additions are now funded through the trading subsidiary, so there was no need for funds to remain designated in the PCC accounts.

8b Prior year

	At 1 January 2021 £	Income £	Expenditure £	Gains/ (losses) £	Transfers £	At 31 December 2021 £
Unrestricted General Fund	1,164,723	302,167	(420,285)	-	48,153	1,094,758
Designated Funds:						
CAPEX Fund	6,836	-	-	-	-	6,836
Love Your Neighbour	0	-	-	-	3,492	3,492
	<u>6,836</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,492</u>	<u>10,328</u>
	<u>1,171,559</u>	<u>302,167</u>	<u>(420,285)</u>	<u>0</u>	<u>51,645</u>	<u>1,105,086</u>

The reasons for the transfers are as follows:

- to the Unrestricted General Fund from the restricted Cultural Recovery Fund (£51,645) was to recognise (1) the purchase of fixed asset equipment during the year funded initially from restricted funds and (2) expenditure in 2021 which was incurred in advance of the Cultural Recovery Fund grant being received.
- from the Unrestricted General Fund to Designated Love Your Neighbour Fund was to recognise the PCC's commitment to the Love Your Neighbour initiative from the Away Giving budget.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2022

8. Unrestricted Funds (continued)

The description of the Designated funds are as follows:

- **CAPEX fund:** for the purpose of purchasing new equipment.
- **Love Your Neighbour:** for the purpose of projects responding to local needs and non-proselytising social transformation.

9. Restricted Funds

9a Current year	At 1	Income	Expenditure	Gains/ (losses)	Transfers	At 31
	January					December
	2022					2022
	£	£	£	£	£	£
Church gardens landscaping	6,557	-	-	-	-	6,557
Churchyard security fund	4,439	-	-	-	-	4,439
Music Fund, formerly Piano fund	9,819	-	(3,170)	-	-	6,649
Secular activities	422	11,500	(11,922)	-	-	0
Love your neighbour	44,568	51,690	(54,523)	-	-	41,735
Young Life	10,264	90	(10,354)	-	-	0
Cultural Recovery Fund	0	42,138	(42,138)	-	-	0
Curate Housing	0	5,500	(5,500)	-	-	0
Funerals	0	5,378	(5,378)	-	-	0
The Nine Booklets	29	-	-	-	-	29
Strategic Development Fund	0	188,357	(171,907)	-	-	16,450
Ukraine	0	8,436	(8,436)	-	-	0
Student mission	0	600	(600)	-	-	0
	76,098	313,689	(313,928)	0	0	75,859

9a Prior year	At 1	Income	Expenditure	Gains/ (losses)	Transfers	At 31
	January					December
	2021					2021
	£	£	£	£	£	£
Church gardens landscaping	6,557	-	-	-	-	6,557
Churchyard security fund	4,439	-	-	-	-	4,439
Piano fund	9,819	-	-	-	-	9,819
Secular activities	1,247	12,000	(9,333)	-	(3,492)	422
Love your neighbour	2,851	52,110	(13,885)	-	3,492	44,568
Young Life	0	15,393	(5,129)	-	-	10,264
Cultural Recovery Fund	0	249,862	(198,217)	-	(51,645)	0
Poppy Appeal	0	32	(32)	-	-	0
Herbert Smith (charitable purposes)	0	90	(90)	-	-	0
The Nine Booklets	0	500	(471)	-	-	29
The Nine Organist Costs	0	500	(500)	-	-	0
	24,913	330,487	(227,657)	0	(51,645)	76,098

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2022

9. Restricted Funds (continued)

The reasons for the transfers are as follows:

- from the restricted Cultural Recovery Fund to the unrestricted General Fund (£51,645) was to recognise (1) the purchase of fixed asset equipment during the year funded initially from restricted funds and (2) expenditure in 2021 which was incurred in advance of the Cultural Recovery Fund grant being received.
- from the restricted Secular Activities Fund to restricted Love Your Neighbour Fund (£3,492) was to allocate a portion of giving for Secular Activities more specifically to the Love Your Neighbour project.

The description of the main restricted funds are as follows:

- **Church garden landscaping:** for the purpose of maintaining and improving the Church garden.
- **Churchyard security:** for the purpose of ensuring churchyard security.
- **Music Fund, formerly Piano fund:** donations were originally made for the purchase of a grand piano, however after many years, funds were not sufficient to fulfil that purpose. After discussion with the Charity Commission and other stakeholders, the Finance Team made the decision to widen the remit of this fund to other musical endeavours.
- **Secular activities:** donations restricted to the funding of secular activities.
- **Love Your Neighbour fund:** for the purpose of projects responding to local needs and non-proselytising social transformation.
- **Young Life:** for the purpose of developing community, ministry, and outreach for youth and young people.
- **Cultural recovery fund:** for the purpose of supporting the cultural, heritage, and creative aspects of charitable activities.
- **Nine Booklets:** for the purpose of producing booklets for use at the Nine service.
- **Nine Organist fees:** for the purpose of provision of an organist at the Nine service.
- **Curate Housing:** for housing costs of the curate.
- **Funerals:** donations made towards the cost of a particular funeral.
- **Strategic Development Fund:** to fund a Tower Hamlets-wide project to grow new disciples through a combination of intercultural and youth-focused work, church planting and revitalisation.
- **Ukraine:** donations given towards the crisis in Ukraine, facilitated by the Church Revitalisation Trust.
- **Student mission:** donations given towards Student ministry.

10. Reconciliation of net income to net cash flow from operating activities

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Total 2021 £
Net deficit for the reporting period (as per the statement of financial activities)	(159,660)	361	(159,299)	(15,288)
Adjustments for:				
Depreciation charges	72,220	-	72,220	72,484
Dividends, interest and rents from investments	(26,557)	-	(26,557)	-
(Increase)/decrease in debtors	19,211	-	19,211	(27,718)
Increase/(decrease) in creditors	(52,785)	25,000	(27,785)	45,403
Net cash provided by operating activities	(147,571)	25,361	(122,210)	74,881

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2022

11. Related Party Transactions and Balances

There were no trustees' expenses paid for the year ended 31st December 2022 (2021: £nil).

Amy Pillans, a member of the PCC, is the spouse of Edwin Pillans. Edwin Pillans received a gross salary of £19,187 (2021: £24,029) and pension contributions of £760 (2021: £961) in his employed capacity initially of Buildings, Facilities, and Logistics Manager and subsequently Head of Finance.

Darren Wolf, a member of the PCC, occupied until July 2022 a flat at All Saints House rent free, a property managed by the PCC.

Darren Wolf, a member of the PCC, is a director of Christ Church Community Vision (Services) Limited ("CCCVS") (company number: 04843002), a limited company with £1 of share capital to which the PCC is the sole subscriber. During the year the PCC was charged £14,314 (2021: £62,317) by CCCVS and the PCC charged £57,467 (2021: £nil) to CCCVS. During the year CCCVS made a Gift Aid donation to the PCC of £26,557 (2021: £nil). At 31 December 2022 the PCC owed CCCVS £2,171 (2021: £52,922).

Nick Hull, the spouse of Amy Hull, a member of the PCC, received £37 (2021: £286) for work as an event assistant.

Tim Vaughan, a member of the PCC, received payments totalling £nil (2021: £2,773) for IT support services provided, unrelated to his service as a trustee. Tim Vaughan also received payments totalling £2,340 (2021: £1,988) from Christ Church Community (Services) Ltd, a company wholly owned by the PCC.

Members of the PCC gave a total of £59,857 (2021: £65,846) in unrestricted offerings and donations during the year.