

St Nicholas' Church, Durham
Financial Statements
For the year ending
31 December 2019

JANE ASCROFT ACCOUNTANCY LIMITED

Chartered Accountants
Enterprise House
Harmire Enterprise Park
Barnard Castle
County Durham
DL12 8XP

St Nicholas' Church, Durham

Financial Statements

Year ended 31 December 2019

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St Nicholas' Church, Durham

Members' Annual Report

Year ended 31 December 2019

The members present their report and the unaudited financial statements of the Parochial Church Council for the year ended 31 December 2019.

Objectives and activities

The objectives of St Nicholas Church are to be a Christ-centred community which grows in discipleship, service and number. The church seeks to achieve this through the delivery of a four-fold vision centered around Discipleship, Evangelism, Justice and Service

The PCC has the responsibility of co-operating with the incumbent in promoting in the parish all aspects of the mission of the church, pastoral, evangelistic, social and ecumenical.

In attempting to achieve this objective, St Nicholas undertakes a number of different ministries, including:

Ministry as a Parish Church: We resource our members through faithful Biblical preaching and teaching, pastoral oversight and the development of all of the gifts that God gives by His Spirit to His people.

The pattern of Sunday services changed in 2018 to three Sunday services at 9am, 11am and 6.30 pm. As well as worship, teaching and corporate prayer at these services, we provide the opportunity for individual prayer support and also activities for children and young adults. There is also a service of Holy Communion on Wednesday morning. During the week Daily Prayer takes place each morning at 8am.

As one aspect of meaningful membership of the church, individuals are encouraged to join one of a network of small groups, hosted in members' homes. Small groups play an important role in pastoral care, facilitating personal growth and encouraging an outward focus to our spiritual lives. The small group leaders meet periodically for training and support. In addition, there are a number of Women's Groups which meet on Thursday mornings. In 2019 the Community of St Cuthbert was launched as a way of encouraging lived discipleship with Spiritual Support Groups made up of up to 6 people meeting regularly.

Ministry Assistants (formerly Interns): The Internship scheme at St Nics was started in the summer of 2010, and provides an opportunity for people to explore God's call in their lives while serving the church. The Ministry Assistants serve in the coffee lounge; work with young people and children, students and international students as well as in outreach projects like accompanying a pastoral assistant in visiting in the Indoor Market, in raising the profile of development and justice issues and in helping at one-off events and carrying out special projects. They also benefit from a training and development programme devised by David Day. This includes courses provided at Cranmer Hall as well as teaching on theology and aspects of Christian leadership and ministry, presented by the Staff Team and some congregation members.

In September 2016, our Internship programme became part of the Durham Diocese Church of England Ministerial Experience Scheme, working in partnership with St Chad's, Sunderland. This enabled our three Ministry Assistant places to be registered with CEMES.

In 2019, as part of our designation as a "resource church" by the Diocese of Durham Ministry Assistants were re-designated as Ministry Experience Volunteers (MEVs) as part of a wider move by the Diocese to encourage young vocations. This led to 2 MEV - Chloe Langham and Tom Musson - being recruited in addition to Logan Williams serving as a "MEV for duty".

St Nicholas' Church, Durham

Members' Annual Report *(continued)*

Year ended 31 December 2019

Ministry within the church buildings: The Coffee Lounge and the Welcomers continue to offer a welcome to visitors. Visitors may wish to spend time in quiet and prayer; others want someone to talk to, whilst others are just curious to look round the building. On Tuesdays and Thursdays the church is open for 2 hours over lunchtime for Light a Candle, Leave a Prayer.

As a resource for the community we serve, the church buildings are available for hire for a number of specified purposes and this income is included in the accounts.

Gateway World Shop continues to occupy a corner of the building. It trades independently of the church and its figures are not included in our accounts; when Gateway's finances allow, they make donations to the General Fund.

Ministry with students: Revd Lindsey Goodhew led our Ministry with Students until March 2019. From September 2019, Zoe Matthias became our Student and International Worker. Our Student Ministry aims to welcome, integrate and disciple students as well as providing pastoral care. Many students are involved in small groups, youth groups and music groups, as well as specific student events. During her first year in post Zoe has developed the student ministry considerably with the numbers of students regularly worshipping at St Nics doubling in number. The introduction of a weekly student night in term time combined with student events, invitational services and students attending church across all three services is a reflection of Zoe's work and the four volunteer assistant student workers whom she has recruited to assist her in this ministry.

We administer the Janet Foster Fund, a bequest made to further student ministries. A withdrawal of £4,000 was made from this fund during 2019.

Ministry with international students: Durham University and New College receive over 3000 international students from 120 countries, along with their spouses and families. This ministry aims to encourage the churches in Durham to welcome and befriend international students whatever their faith, helping those who are Christians to find fellowship and grow in their faith, and taking the opportunity to share the Good News of Jesus with any who express an interest. In her new role Zoe Matthias leads a team of people who continue this ministry of welcome and hospitality under the name "Amigos" who host a weekly regular meeting in addition to other activities.

Ministry with children and families: At the end of 2018 Kate Swann was appointed Children and Families Worker on a part-time basis. During 2019 Kate flourished in this role as she oversaw a review of our ministry provision to families and children up to secondary school age. In addition to overseeing Sunday Worship - including a regular all age service - St Nics has run successful holiday clubs, maintained and grown the weekly toddlers drop in "Tiddlywinks" and also run parenting courses for families. As a church St Nics counts more children worshipping regularly with us than almost any other church in the Diocese of Durham. The opportunities and challenges of this work have been well met by Kate Swann and the team of volunteers who assist her in this ministry.

Ministry with young adults: In September 2019 the church recruited two youth missionaries - Joe Cottrell and Leanne Davies - as part of its work as a resource church. The role of the missionaries was to disciple those secondary school young adults within the church and also to engage with young adults across the city in the 16-18 age group, not least those in the parish of St Nicholas who attend Durham Sixth Form Centre. Based at St Nics Youth Centre on the Sands, Joe and Leanne have developed a drop in café for young people as well as running regular events for church youth from the centre.

The Teenaid Fund shown in the financial statements receives income from the interest on the Patterson Fund, a bequest made to the church a number of years ago. The fund gives grants for

St Nicholas' Church, Durham

Members' Annual Report *(continued)*

Year ended 31 December 2019

activities that "encourage the spiritual growth of young people in the church". No grants were made in 2019.

Mission Giving: The church supported mission activities in 2019. This year total support came to £8.7k and included the Bible Society, Church Pastoral Aid Society, the Church Mission Society, OMF, the Latvia Biblical Centre and the Disasters Emergency Committee. In 2018, our support included Friends International until September 2018.

The International Mission Committee keeps our contacts with the international societies under review and reports back to PCC periodically. The congregation was involved through meeting and praying for a number of mission partners throughout the year, a regular monthly prayer meeting, intercessions for mission partners as part of the morning service and through the Church's monthly prayer diary.

Regional Mission: Our role as a parish church in the Diocese of Durham and part of the Anglican Communion continues to be an essential part of our church life. The clergy regularly attend Deanery Synod and Deanery Chapter meetings. Jeanne Daniels, Helen Lewis, Lorraine Longthorne and Alex Marklew served on the Deanery Synod. Jamie Harrison and Angus Goudie continue to serve on General Synod.

The Parish Offering is our contribution to the costs of mission for the Church of England in the Diocese of Durham. It pays for the stipend and employing cost of our clergy but we make a substantial net contribution to the share over and above the cost of our own Vicar. This is used to support mission and ministry throughout the Diocese. In 2019 we gave £131.3k in Parish Offering and PCC continues to see the importance of helping to sustain mission in parts of our region that cannot at present support it on their own. The full £131.3 k is included as an expense in the 2019 SOFA (see Note 9).

The Trustees have complied with the duty to have due regard to the public benefit guidance published by the Charity Commission.

St Nicholas' Church, Durham

Members' Annual Report *(continued)*

Year ended 31 December 2019

Financial review

In many ways 2019 has been an exciting but challenging year-Discipling Church(funded by the Strategic Development Fund)coming on board, new staff, new online accounting system, new bookkeeper, a learning curve for many of us.

Our main challenge though was to bring our spending in line with the vision of St Nic's and to reach the end of the year without having to have a Gift Day of £25,000 to balance our books, as agreed by PCC in 2018.

We are delighted to report that we finished 2019 at just about break even,with an overspend of £520.

The costs involved in running a large church are significant and, as we seek to develop and grow in our mission, PCC is once again grateful to the congregation for its continued financial support for the ministry of St Nicholas in Durham. It is a sign of the depth of discipleship in church members.

The main points to be noted regarding the 2019 finances are as follows:

Income

Planned gift aided giving decreased by 6.4% and there was a significant decrease in collections of £8,634 but other planned giving has increased by £4,864.Overall,this represents a 8.9% decrease in our giving income since 2018.

We had excluded a gift day of £25k from our 2019 budget but had not anticipated such a drop in planned giving.This downward trend in giving is concerning and needs to be addressed if we are going to be able to meet our financial commitments going forward.

Gift Aid

The church received a gift aid tax refund in 2019 of £40,251,a fall of £9,185,reflecting the fall in giving and no Gift Day giving in 2019. However this continues to represent an enormous benefit to St Nics at no cost to the giver.

Discipling Church Income

Costs incurred as part of Discipling Church are reimbursed by the Strategic Development Fund, via the Diocese, once a claim has been submitted.

Charitable Activities includes monies raised by the Recovery Group in particular their St Oswalds Way Sponsored Walk, with a net income of £3,549 after deduction of costs.

Ministry Assistants

The Diocese and CEMES funded our Ministry Assistants with a total grant of £6,000 for the half year to June 2019 for which we are grateful. This funding has now ceased as our 2019/2020 Ministry Assistants are now Ministry Experience Volunteers and form part of our Discipling Church staff.

Hire of Buildings

It was agreed at Finance Committee,that in order to maximise our income,we should hire out the building,both the church and halls,where possible. This year we were able to host the Durham Book Festival as well as several other community events which increased hire income by 105% (£2k).

St Nicholas' Church, Durham

Members' Annual Report *(continued)*

Year ended 31 December 2019

Expenditure

Parish Offering

Parish Offering for 2019 increased by £3,450 from 2018 to £131,300 as agreed by PCC. This represented a 2.7% increase on 2018, in line with inflation but not the 5% increase requested by the Diocese.

Clergy Expenses

Clergy expenses now include expenses for our new curate from July 2019.

Church Running Expenses

Services costs include the cost of running all our services, including the cost of hiring the Town Hall, food for services and church celebrations and the cost of our new Worship Coordinator.

Youth Centre

Youth centre costs are less as in 2018 they included the cost of replacing items damaged or stolen in the break ins we experienced. The costs were covered by insurance claims shown in other income in 2018.

Salary Costs

We have made significant savings on salaries due to being without a Student Worker and an International Worker for several months until these roles were combined into one post in September 2019. We also did not appoint a Youth Worker until our two Youth Missioners were appointed under Discipling Church in September 2019. The salary costs of the Youth Missioners and our Social Media/Strategy Delivery Worker are met from the Strategic Development Fund.

Depreciation

The cost of the projector and the shutters at the Youth Centre were capitalised in 2018 in accordance with the accounting policy and depreciated at a rate of 25% p.a

Depreciation costs of £1,347 for the projector are included in church running costs and £2,991 in Youth Centre costs, £2,891 being for the building and £100 for the shutters.

In 2019, the costs of desking and IT equipment for the church offices has been capitalised in accordance with the accounting policy and depreciation costs of £1,141 are included in Home Ministry. This expenditure was funded by the Strategic Development Fund.

Missionary Giving

The financial arrangements for the Friends International Worker at St Nic's ceased in September 2018 and the cost of the International Worker is now part of the Student Worker/International Worker salary cost rather than being included in Mission Giving. Within Coffee Lounge costs, donations of £1,800 each totalling £7,200 were made to the following charities:

Daft as a Brush

Bridge Young Carers/Family Action

Cystic Fibrosis Trust

The Mayor's Charity Appeal

St Nicholas' Church, Durham

Members' Annual Report *(continued)*

Year ended 31 December 2019

Looking forward:

The 2020 budget approved in January 2020 by PCC was for expenditure of £296.1k, with an income level of £296.1k, plus Discipling Expenditure of £89.5k with an income level of £85.9k.

No Gift Day has been used to balance the books and any Gift Days will be for missional activities.

2019 is the first year in decades that St Nics has been able to balance its books without holding a gift day thereby achieving one of the objectives set by the PCC in 2018 as part of the restructuring of the church.

Reserves Policy

In 2019 the Reserves Policy was amended from the 2018 policy:

"It is the intention of PCC to try and maintain a balance on unrestricted funds of approximately £40,000 (or roughly 10% of Unrestricted Funds annual expenditure) to cope with unforeseen expenditure and ongoing cash flow management" to

"It is the intention of PCC to try and maintain a balance on unrestricted funds of approximately £50,000 to cope with unforeseen expenditure and ongoing cash flow management."

At the year end, the church was above this figure (see Statement of Financial Position).

Acknowledgements

The PCC is very grateful to all those members of the congregation who give freely of their time and abilities in many different ways - assisting in the various activities mentioned above, playing in the music group, bell ringing, flower arranging, running the various friendship groups, stewarding, keeping up with our mission partners, serving in the coffee lounge....the list goes on and each part adds to the character of the ministry at St Nics.

Thank you too for your financial gifts which enable St Nic's to bring people to Jesus in so many different ways. We are most grateful for your support.

Grateful thanks as regards the finances are due to Mariava Phillips (until July 19) and Kate Dawson, our Church Operations Managers, and Andy Freer, our Gift Aid Secretary. Thanks too to our Office Staff who have been counting collections for us this year.

It has been very helpful to have the support of the Finance Committee over the past year, in particular with setting the 2020 budget and reviewing a number of policies. I would particularly like to thank Elaine Duddy for her work on the Strategic Development Fund budget.

After 7 years as Treasurer, it's time for me to step down at the APCM. It has been a privilege to serve in this way.

Thank you all for your support, in particular to Arun and the Standing Committee and to PCC.

St Nicholas' Church, Durham

Members' Annual Report *(continued)*

Year ended 31 December 2019

Structure, governance and management

The Parochial Church Council (PCC) is a corporate body established by the Church of England. The PCC operates under the Parochial Church Council Powers Measure. The PCC registered in September 2009 with the Charity Commission.

The method of appointment of PCC members is set out in the Church Representation Rules. All regular Church attendees are encouraged to register on the Electoral Roll and stand for election to the PCC. Members of the PCC are either ex-officio, elected by the APCM or co-opted by the PCC.

The PCC operates through a number of committees. These meet formally and informally between full meetings of the PCC and are served by members of the PCC and other members of the church. The Standing Committee (comprising the incumbent, wardens, treasurer, PCC lay chairperson and PCC secretary) is the only committee required by law. It has the power to transact the business of the PCC between meetings, subject to any directions given by the Council.

In 2019 the PCC met on 6 evenings and also a planning away day. In addition to regular reports covering ministry, finance, property, safeguarding and eco issues, the PCC continued to make prayer a regular and core part of its meetings.

The PCC also undertook considerable work around the decision to become a "resource church" for the Diocese of Durham. This decision, based on the vision established in 2018 and in response to an invitation to pioneer church growth in the diocese, has led to increased financial investment in the church from the Diocese via the Strategic Development fund from the Church commissioners and the Archbishops' Council. This funding has enabled the creation of new roles in the form of a stipendiary curate (Claire Elwood) two youth missionaries (Joe Cottrell and Leanne Davis) digital comms officer (Brandon Hurlbert) and Prior of the Community of St Cuthbert.

In addition to the staff team and the PCC the church is blessed to have a team of retired and licensed clergy in addition to readers including: David Day, Peter Johnson, Jeff Hattan, Philip Plyming, Colin Patterson, Philip Brookes, Jo Logan, Andrew Trigger and Jamie Harrison. Baroness Sherlock of Durham continues her curacy into her second year with St Nics and was ordained priest. Ruth Stokes began her training as a reader and Mary Anne Freer as a Pastoral Assistant.

Staff team: In 2019, the staff team reporting to the vicar directly employed by the church included Revd. Lindsey Goodhew, (Student Work Co-ordinator) (until March 2019), Kate Dawson (Church Administrative Assistant) (until Aug 19), (Acting Church Operations Manager) (August to November 2019), (Church Operations Manager) (from November 2019), Rebecca Ward (part-time cleaner) (until November 2019), Claire Morley (part-time cleaner), Mariava Phillips (Church Operations Manager) (until July 19), Kate Swann (Children and Families Worker) and Brandon Hurlbert (part-time Church Administrative Assistant and Furniture Remover) (until Oct 19).

From September 2019, Zoe Matthias (Student and International Worker) and Leanne Davis and Joe Cottrell as Youth Missioners. From November 2019, Brandon Hurlbert as Social Media/Strategy Delivery Worker and Tom Musson (part time cleaner).

In July 2019, two Ministry Assistants completed their 10 month placement under CEMES (Church of England Ministerial Experience Scheme): Michael Baldwin and Joe Cottrell. From September 2019, Tom Musson and Chloe Langham became our Ministry Experience Volunteers as part of our Discipling Church.

Risk management: The PCC is of the opinion that the management structure, as detailed above, keeps under review and manages the various risks which the church faces. Risk in this context might be defined as "the threat that an event or action will adversely affect an organisation's ability to achieve its objectives and execute its strategies". These may be:

St Nicholas' Church, Durham

Members' Annual Report *(continued)*

Year ended 31 December 2019

- Financial risk often seen as the most common category of risk. We manage this through budgets, internal financial controls and management accounts. Also, we are currently subject to an annual independent examination.
- Statutory and legal requirements for example, health and safety regulations, employment law and child and vulnerable adult safety regulations. We aim for the highest standards in these areas and they are kept under review by the Church Wardens, the Safeguarding Officer, the Operations Manager, the Treasurer and others with specific areas of knowledge.
- Operational risk this would threaten the church's ability to deliver its objectives owing to, for example, damage to the church building or loss of key personnel. With regard to the former, the church wardens liaise with property experts, fire safety officers and others. As regards personnel, the type of team ministry this church operates reduces the risks associated with one member of staff leaving.
- Reputational risk for example, unwelcome publicity would hinder the mission of the church. This is managed at many different levels e.g. by the staff team, PCC members and small group leaders.

In line with current legislation, PCC subjects the annual accounts to an independent examination.

Impact of COVID 19

The impact of COVID 19 on the financial viability of St Nics going forward is a cause for concern. We are monitoring this using our monthly management reports and at 31.03.20 there was no significant fall in the level of giving, which is our main source of income.

PCC made the decision to furlough two staff under the Government Retention Scheme for operational reasons rather than financial ones. However this is also under continuous review.

Given our Reserves policy to maintain Reserves at a level of £50,000 to mitigate unforeseen circumstances, which would include the impact of COVID 19, PCC believes that St Nics continues to be financially viable at present.

Administrative information

St Nicholas Church is situated in the Market Place, Durham. It is part of the Diocese of Durham within the Church of England. The correspondence address is Church Office, St Nicholas Church, Market Place, Durham DH1 3NJ. The website of the church can be accessed at www.stnics.org.uk

We are registered with the Charity Commission under the name of "The Parochial Church Council of the Ecclesiastical Parish of St Nicholas, Durham"; the registration number is 1133809.

St Nicholas' Church, Durham

Members' Annual Report *(continued)*

Year ended 31 December 2019

Registered charity name	St Nicholas' Church, Durham
Charity registration number	1133809
Principal office	Church Office St Nicholas' Church Market Place Durham DH1 3NJ

The Parochial Church Council members who have served between 1 January 2019 until the date this report was approved are:

Ex officio members:

Incumbent:	Revd Arun Arora
Curate:	Revd Claire Elwood (from July 2019)

Part-time self-supporting curates:	Revd Lindsey Goodhew (until March 2019) The Revd Baroness Maeve Sherlock (from June 2019)
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Wardens:	Naomi Stevens (until April 2019) Christopher Jelley Mary Anne Freer (from April 2019)
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General Synod members:	Jamie Harrison Angus Goudie
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Deanery Synod representatives:	Jeanne Daniels (until November 2019) Helen Lewis (until Feb 2019) Lorraine Longthorne Alex Marklew
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Elected members:	Brian Hill (PCC Lay Chairman)(until Sept 2019) Chris Taylor Steve Cave (until April 2019) Sarah Alsop Chris Stokes (until April 2019) Tim Packer Richard Swarbrick Richard Swann Graeme Carter(until March 2019) Wendy Hughes (from April 2018) Alan Smith (from April 2018) Philip Dawson (from April 2019) PCC Lay Chairman (from Nov 2019) Jane Ghosh (from April 2019) Elaine Duddy (from April 2019) Paul Whipple (from April 2019)
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Co-opted Member:	Ann Lipscombe (from Sept 2019)
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St Nicholas' Church, Durham

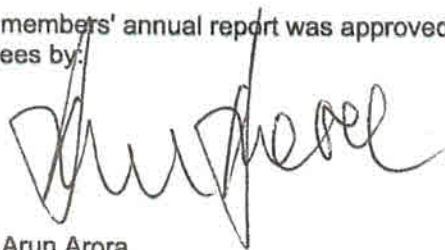
Members' Annual Report *(continued)*

Year ended 31 December 2019

Independent examiner

Jane Ascroft FCA MA (Cantab)
Enterprise House
Harmire Enterprise Park
Barnard Castle
County Durham
DL12 8XP

The members' annual report was approved on 7/7/20 and signed on behalf of the board of trustees by:



Rev Arun Arora
Member

St Nicholas' Church, Durham

Independent Examiner's Report to the Members of St Nicholas' Church, Durham

Year ended 31 December 2019

I report to the members on my examination of the financial statements of St Nicholas' Church, Durham ('the Parochial Church Council') for the year ended 31 December 2019.

Responsibilities and basis of report

As the members of the Parochial Church Council you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

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

Independent examiner's statement

Since the Parochial Church Council's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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 Parochial Church Council as required by section 130 of the 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 accounts to be reached.



Jane Ascroft FCA MA (Cantab)
Independent Examiner

Enterprise House
Harmire Enterprise Park
Barnard Castle
County Durham
DL12 8XP

St Nicholas' Church, Durham

Statement of Financial Activities

Year ended 31 December 2019

		2019				2018
	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £	Total funds £
Income and endowments						
Donations and legacies	4	238,087	1,318	–	239,405	262,707
Charitable activities	5	69,990	220	–	70,210	72,712
Other trading activities	6	4,976	165	–	5,141	3,231
Investment income	7	1,080	69	29	1,178	801
Other income	8	–	–	–	–	6,325
Total income		<u>314,133</u>	<u>1,772</u>	<u>29</u>	<u>315,934</u>	<u>345,776</u>
Expenditure						
Expenditure on charitable activities	9,10	315,766	688	–	316,454	307,545
Total expenditure		<u>315,766</u>	<u>688</u>	<u>–</u>	<u>316,454</u>	<u>307,545</u>
Net (expenditure)/income		<u>(1,633)</u>	<u>1,084</u>	<u>29</u>	<u>(520)</u>	<u>38,231</u>
Transfers between funds		(320)	349	(29)	–	–
Net movement in funds		<u>(1,953)</u>	<u>1,433</u>	<u>–</u>	<u>(520)</u>	<u>38,231</u>
Reconciliation of funds						
Total funds brought forward		281,546	17,033	5,073	303,652	265,421
Total funds carried forward		<u>279,593</u>	<u>18,466</u>	<u>5,073</u>	<u>303,132</u>	<u>303,652</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.


The notes on pages 14 to 29 form part of these financial statements.

Statement of Financial Position

31 December 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible fixed assets	17	115,934	110,132
Current assets			
Debtors	18	26,073	31,784
Cash at bank and in hand		175,620	194,784
		201,693	226,568
Creditors: amounts falling due within one year	19	14,495	33,048
Net current assets		187,198	193,520
Total assets less current liabilities		303,132	303,652
Net assets		303,132	303,652
Funds of the charity			
Endowment funds		5,073	5,073
Restricted funds		18,466	17,033
Unrestricted funds		279,593	281,546
Total charity funds	21	303,132	303,652

These financial statements were approved by the board of trustees and authorised for issue on 21/7/20 and are signed on behalf of the board by:


Rev Arun Arora
Member

The notes on pages 14 to 29 form part of these financial statements.

St Nicholas' Church, Durham

Notes to the Financial Statements

Year ended 31 December 2019

1. General information

The Parochial Church Council is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Church Office, St Nicholas' Church, Market Place, Durham, DH1 3NJ.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The PCC considers that there are no significant estimates or judgements affecting these financial statements.

Fund accounting

Unrestricted funds are available for use at the discretion of the PCC to further any of the church's purposes.

Designated funds are unrestricted funds earmarked by the PCC for specific purposes.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal.

Permanent Endowment Funds where only the income, not the capital, can be used by the PCC.

The individual funds within each type of fund are shown in Note 21. The accounts include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups that owe their main affiliation to another body nor those that are informal gatherings of church members.

St Nicholas' Church, Durham

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

3. Accounting policies *(continued)*

Income

Voluntary income and capital sources:

Collections are recognised when received by or on behalf of the PCC. Planned giving receivable under Gift Aid is recognised only when received. Income tax recoverable on Gift Aid donations is recognised when the related income is recognised. Grants and legacies to the PCC are accounted for as soon as the PCC is notified of its legal entitlement, the amount due is quantifiable and its ultimate receipt by the PCC is reasonably certain. Funds raised by way of fetes, garden parties or similar events are accounted for gross.

Disciplining Church income:

Disciplining Church Income (SDF funding) is recognised once the associated expenditure has been incurred in accordance with the requirements of the funding.

Other income:

Rental income from the letting of church premises is recognised when the rental is due.

Income from investments: Interest entitlements are accounted for when received. Income from donated goods is accounted for on the basis of the value of average donation times number of donations received.

The church has relied significantly upon volunteers in carrying out its activities during the year, particularly Mission activities. In accordance with the SORP, the role of volunteers has not been recognised as income from donated services in the accounts.

Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates.

Grants:

Grants and donations are accounted for when paid, or when awarded, if that award creates a binding obligation on the PCC.

Activities directly relating to the work of the Church: The Diocesan Parish Offering is accounted for when paid. Any Parish offering unpaid at 31 December is provided for in these accounts as an operational (though not a legal) liability and is shown as a creditor in the Balance Sheet.

All other expenditure is generally recognised when it is incurred and is accounted for gross.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

St Nicholas' Church, Durham

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

3. Accounting policies *(continued)*

Tangible assets

Consecrated property and movable church furnishings:

Consecrated and beneficed property of any kind is excluded from the accounts by Section 10(2) (a) of the Charities Act 2011. Movable church furnishings held by the Vicar and Churchwardens on special trust for the PCC, and which require a faculty for disposal, are accounted for as inalienable property unless consecrated. They are listed in the church's Inventory which can be inspected at any reasonable time.

For inalienable property acquired prior to 2001 there is insufficient cost information available and therefore such assets are not valued in the accounts.

Major Items acquired since 1 January 2001 are capitalised and depreciated in the accounts over their useful economic life (initially over 10 years) on a straight line basis. All expenditure incurred during the year on consecrated or beneficed buildings, individual items under £2,000 or the repair/replacement of moveable church furnishings acquired before 1 January 2005 is written off.

Other fixtures, fittings and office equipment: Equipment used within the church premises is depreciated on a straight line basis over 4 years. Individual items of equipment with a purchase price of £2,000 or less are written off when the asset is acquired.

Youth Centre: After 40 years of use the building had a major renovation in 2003. Since the land is part of the St. Nicholas' Churchyard and of a specialised nature it is hard to determine any satisfactory use should the church cease to use the property in the future. It has therefore been capitalised at the cost of the renovation works in 2003. Depreciation has been charged at 2% in the present year.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Youth centre	- 2% straight line
Fixtures and fittings	- 25% straight line
Equipment	- 25% straight line
Office Equipment	- 25% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

St Nicholas' Church, Durham

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the Parochial Church Council are assigned to those units.

Financial instruments

A financial asset or financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Pension policy

St Nicholas' Church, Durham participates in the Pension Builder Scheme section of the Church Workers Pension Fund (CWPF) for lay staff. The scheme is considered to be a multi-employer scheme as described in Section 28 of FRS 102. This is because it is not possible to attribute the Pension Builder Scheme's assets and liabilities to specific employers and that contributions are accounted for as if the Scheme were a defined contribution scheme.

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

St Nicholas' Church, Durham

Notes to the Financial Statements (continued)

Year ended 31 December 2019

Debtors

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

Accrued income and tax recoverable is included at the best estimate of the amounts receivable at the balance sheet date.

Cash at Bank and in Hand

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

Creditors

Creditors are recognised where the charity has a present obligation resulting 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 are normally recognised at their settlement amount after allowing for any trade discounts due.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Donations			
Planned Giving - gift aided	149,088	1,318	150,406
Tax recoverable	40,251	—	40,251
Collections	13,006	—	13,006
Other planned giving	35,742	—	35,742
	<u>238,087</u>	<u>1,318</u>	<u>239,405</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Donations			
Planned Giving - gift aided	159,427	1,326	160,753
Tax recoverable	49,385	51	49,436
Collections	21,640	—	21,640
Other planned giving	30,878	—	30,878
	<u>261,330</u>	<u>1,377</u>	<u>262,707</u>

St Nicholas' Church, Durham

Notes to the Financial Statements (continued)

Year ended 31 December 2019

5. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Gift Day - No gift aid	—	—	—
Gift Day - Gift aid	—	—	—
Discipling Church income	35,560	—	35,560
PCC Activities	24,881	220	25,101
Recovery group	3,549	—	3,549
Grants - Ministry Assistants	6,000	—	6,000
	<u>69,990</u>	<u>220</u>	<u>70,210</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Gift Day - No gift aid	7,520	—	7,520
Gift Day - Gift aid	18,746	—	18,746
Discipling Church income	—	—	—
PCC Activities	33,186	1,260	34,446
Recovery group	—	—	—
Grants - Ministry Assistants	12,000	—	12,000
	<u>71,452</u>	<u>1,260</u>	<u>72,712</u>

Income from PCC Activities includes Coffee Lounge £17,285 (2018- £15,915)

6. Other trading activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Hire of buildings	4,085	—	4,085
Fees - Weddings & funerals	891	165	1,056
	<u>4,976</u>	<u>165</u>	<u>5,141</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Hire of buildings	1,990	—	1,990
Fees - Weddings & funerals	650	591	1,241
	<u>2,640</u>	<u>591</u>	<u>3,231</u>

St Nicholas' Church, Durham

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

7. Investment income

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2019 £
Bank interest receivable	920	69	29	1,018
Rental income	160	—	—	160
	<u>1,080</u>	<u>69</u>	<u>29</u>	<u>1,178</u>

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2018 £
Bank interest receivable	558	60	23	641
Rental income	160	—	—	160
	<u>718</u>	<u>60</u>	<u>23</u>	<u>801</u>

8. Other income

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Grants	—	—	3,943	3,943
Insurance claim	—	—	2,382	2,382
	<u>—</u>	<u>—</u>	<u>6,325</u>	<u>6,325</u>

St Nicholas' Church, Durham

Notes to the Financial Statements (continued)

Year ended 31 December 2019

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Parish Share	131,300	—	131,300
Clergy expenses and vicarage costs	4,833	—	4,833
Church running expenses	36,542	499	37,041
Youth Centre costs	6,567	—	6,567
Payroll - Support staff	7,510	—	7,510
Home Ministry	25,683	129	25,812
Ministry Assistants	4,862	—	4,862
Church Administration	61,730	60	61,790
Missionary and Charitable Giving	8,743	—	8,743
Discipling Church	26,365	—	26,365
Support costs	1,631	—	1,631
	<u>315,766</u>	<u>688</u>	<u>316,454</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Parish Share	127,850	—	127,850
Clergy expenses and vicarage costs	3,655	—	3,655
Church running expenses	34,972	184	35,156
Youth Centre costs	9,684	—	9,684
Payroll - Support staff	9,297	—	9,297
Home Ministry	21,857	1,147	23,004
Ministry Assistants	7,948	—	7,948
Church Administration	69,181	591	69,772
Missionary and Charitable Giving	7,833	12,488	20,321
Discipling Church	—	—	—
Support costs	858	—	858
	<u>293,135</u>	<u>14,410</u>	<u>307,545</u>

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2019 £	Total fund 2018 £
Parish Share	131,300	—	—	131,300	127,850
Clergy expenses and vicarage costs	4,833	—	—	4,833	3,655
Church running expenses	37,041	—	—	37,041	35,156
Youth Centre costs	6,567	—	—	6,567	9,684
Payroll - Support staff	7,510	—	—	7,510	9,297

St Nicholas' Church, Durham

Notes to the Financial Statements (continued)

Year ended 31 December 2019

Home Ministry	25,812	—	—	25,812	23,004
Ministry Assistants	4,862	—	—	4,862	7,948
Church Administration	61,790	—	—	61,790	69,772
Missionary and Charitable Giving	—	8,743	—	8,743	20,321
Discipling Church	26,365	—	—	26,365	—
Governance costs	—	—	1,631	1,631	858
	<u>306,080</u>	<u>8,743</u>	<u>1,631</u>	<u>316,454</u>	<u>307,545</u>

11. Analysis of grants

	2019 £	2018 £
Grants to institutions		
Friends International	—	12,488
Church Missionary Society	2,000	2,992
Bible Society	1,500	1,420
Overseas Missionary Fellowship	—	472
Latvia Biblical Centre	1,800	1,339
Church Pastoral Aid Society	—	797
Church Army (Friends of Bungokho)	1,000	813
Vereinigte Deutsche Missionshilfe (Manasseh & Catrin Tuyizere)	1,000	—
Disasters Emergency Committee	903	—
Mission Aviation Fellowship	540	—
	<u>8,743</u>	<u>20,321</u>
Total grants	<u>8,743</u>	<u>20,321</u>

12. Net (expenditure)/income

Net (expenditure)/income is stated after charging:

	2019 £	2018 £
Depreciation of tangible fixed assets	<u>5,480</u>	<u>4,338</u>

13. Independent examination fees

	2019 £	2018 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,300</u>	<u>858</u>

St Nicholas' Church, Durham

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

14. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2019	2018
	£	£
Wages and salaries	62,580	65,542
Social security costs	—	422
Employer contributions to pension plans	4,075	5,531
	<u>66,655</u>	<u>71,495</u>

During the year, the PCC employed a Church Operations Manager, a PA/Admin Assistan, .a Student/International Worker, a Children & Families Worker and several part time support staff. From Sept 19,as a result of the Strategic Development Fund bid(Discipling Church), the PCC was able to employ two Youth Missioners and a Social Media/Strategy Delivery Worker. None of these earned £60,000 p.a or more.

The average head count of employees during the year was 6 (2018: 7).

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the Parochial Church Council. The total compensation paid to key management personnel for services provided to the Parochial Church Council was £59,012 (2018:£62,198).

15. Trustee remuneration and expenses

No remuneration or other benefits from employment with the PCC or a related entity were received by the trustees.

The Vicar, other clergy, PCC members and spouses were reimbursed expenses totalling £8,492 (2018 - £7,580) for travel, conferences, office materials, equipment and other expenses.

The amount of donations funded by trustees and connected parties was £45,490 (2018 - £54,690).

16. Transfers between funds

Internal transfers include the money allocated to the designated funds and restricted funds from the general fund, the transfer of interest between the Patterson endowment fund and Teenaid and St Nic's Estate and Fabric together with other miscellaneous purposes.

St Nicholas' Church, Durham

Notes to the Financial Statements (continued)

Year ended 31 December 2019

17. Tangible fixed assets

	Youth Centre £	Fixtures and fittings £	Equipment £	Office Equipment £	Total £
Cost					
At 1 January 2019	149,558	–	5,388	–	154,946
Additions	–	7,529	–	3,753	11,282
At 31 December 2019	149,558	7,529	5,388	3,753	166,228
Depreciation					
At 1 January 2019	43,467	–	1,347	–	44,814
Charge for the year	2,991	863	1,347	279	5,480
At 31 December 2019	46,458	863	2,694	279	50,294
Carrying amount					
At 31 December 2019	103,100	6,666	2,694	3,474	115,934
At 31 December 2018	106,091	–	4,041	–	110,132

18. Debtors

	2019 £	2018 £
Prepayments and accrued income	2,646	–
Donations	4,209	1,963
Gift aid recoverable	11,170	16,078
Other debtors	8,048	13,743
	26,073	31,784

19. Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	3,269	18,008
Accruals and deferred income	3,058	4,706
Janet Foster fund	5,796	9,763
Pension creditor	770	571
Other creditors	1,602	–
	14,495	33,048

The Janet Foster fund is held as agent on behalf of the trustees of the fund. During 2019 bank interest of £33 was received and £4,000 was paid out for student ministry.

20. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £4,075 (2018: £5,531).

St Nicholas' Church, Durham

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

20. Pensions and other post retirement benefits *(continued)*

St Nicholas' Church, Durham participates in the Pension Builder Scheme section of CWPF for lay staff. The Scheme is administered by the Church of England Pensions Board, which holds the assets of the schemes separately from those of the Employer and the other participating employers.

The Church Workers Pension Fund has a section known as the Defined Benefits Scheme, a deferred annuity section known as Pension Builder Classic and a cash balance section known as Pension Builder 2014.

Pension Builder Scheme

The Pension Builder Scheme of the Church Workers Pension Fund is made up of two sections, Pension Builder Classic and Pension Builder 2014, both of which are classed as defined benefit schemes.

Pension Builder Classic provides a pension for members for payment from retirement, accumulated from contributions paid and converted into a deferred annuity during employment based on terms set and reviewed by the Church of England Pensions Board from time to time. Bonuses may also be declared, depending upon the investment returns and other factors.

Pension Builder 2014 is a cash balance scheme that provides a lump sum that members use to provide benefits at retirement. Pension contributions are recorded in an account for each member. This account may have bonuses added by the Board before retirement. The bonuses depend on investment experience and other factors. There is no requirement for the Board to grant any bonuses. The account, plus any bonuses declared, is payable from members' Normal Pension Age.

There is no sub-division of assets between employers in each section of the Pension Builder Scheme.

The scheme is considered to be a multi-employer scheme as described in Section 28 of FRS 102. This is because it is not possible to attribute the Pension Builder Scheme's assets and liabilities to specific employers and that contributions are accounted for as if the Scheme were a defined contribution scheme. The pensions costs charged to the SoFA in the year are contributions payable (2019 - £3,942; 2018 - £5,531).

A valuation of the Pension Builder Scheme is carried out once every three years. The most recent was carried out as at 31 December 2016.

For the Pension Builder Classic section, the valuation revealed a deficit of £14.2m on the ongoing assumptions used. At the most recent annual review, the Board chose not to grant a discretionary bonus, which will have acted to improve the funding position. There is no requirement for deficit payments at the current time.

For the Pension Builder 2014 section, the valuation revealed a surplus of £1.8m on the ongoing assumptions used. There is no requirement for deficit payments at the current time.

The legal structure of the scheme is such that if another employer fails, St Nicholas' Church, Durham could become responsible for paying a share of that employer's pension liabilities.

St Nicholas' Church, Durham

Notes to the Financial Statements (continued)

Year ended 31 December 2019

21. Analysis of charitable funds

Unrestricted funds

	At 1 January 2019 £	Income £	Expenditure £	Transfers £	At 31 December 2019 £
General funds	36,460	248,655	(274,886)	23,886	34,115
Reserve fund	79,418	354	–	(29,000)	50,772
Ministry Assistants' Fund	20,972	6,067	(4,862)	(14,000)	8,177
Market Place Partnership, coffee lounge	11,388	17,372	(8,479)	–	20,281
Market Place Partnership, PCC funds	2,485	14	–	–	2,499
St Nicholas' Estate Fund	1,446	169	–	–	1,615
Student Ministry	5,437	1,461	(3,939)	(2,237)	722
Teen Aid	1,033	–	–	29	1,062
Tiddly Winks - Parent/Toddler Fund	470	298	(495)	–	273
Youth Centre - General	3,141	–	(3,731)	–	(590)
Youth Centre - Tuck Shop	81	–	–	–	81
Youth Fund	3,218	24	(339)	(1,578)	1,325
Fixed Assets	110,132	–	(5,479)	11,282	115,935
Maintenance Fund	1,384	104	–	29,000	30,488
Recovery Group	4,481	3,867	(3,564)	–	4,784
Children and Families	–	105	(2,438)	2,580	247
Discipling Church	–	35,560	(5,224)	(21,282)	9,054
Mission Week	–	73	(919)	1,000	154
Youth Ministry	–	10	(1,411)	–	(1,401)
	<u>281,546</u>	<u>314,133</u>	<u>(315,766)</u>	<u>(320)</u>	<u>279,593</u>

	At 1 January 2018 £	Income £	Expenditure £	Transfers £	At 31 December 2018 £
General funds	27,515	300,684	(242,241)	(49,498)	36,460
Reserve fund	70,187	2,729	(10,378)	16,880	79,418
Ministry Assistants' Fund	10,454	12,066	(7,948)	6,400	20,972
Market Place Partnership, coffee lounge	12,879	15,960	(9,601)	(7,850)	11,388
Market Place Partnership, PCC funds	2,683	11	(209)	–	2,485
St Nicholas' Estate Fund	1,286	160	–	–	1,446

St Nicholas' Church, Durham

Notes to the Financial Statements (continued)

Year ended 31 December 2019

Student Ministry	4,703	1,733	(4,099)	3,100	5,437
Teen Aid	1,010	—	—	23	1,033
Tiddly Winks -					
Parent/Toddler Fund	155	387	(72)	—	470
Youth Centre - General	2,495	2,399	(8,503)	6,750	3,141
Youth Centre - Tuck					
Shop	204	201	(324)	—	81
Youth Fund	2,945	1,149	(3,876)	3,000	3,218
Fixed Assets	104,092	—	(4,338)	10,378	110,132
Maintenance Fund	—	9	—	1,375	1,384
Recovery Group	—	4,977	(1,546)	1,050	4,481
Children and Families	—	—	—	—	—
Discipling Church	—	—	—	—	—
Mission Week	—	—	—	—	—
Youth Ministry	—	—	—	—	—
	<u>240,608</u>	<u>342,465</u>	<u>(293,135)</u>	<u>(8,392)</u>	<u>281,546</u>

Restricted funds

	At 1 January 2019 £	Income £	Expenditure £	Transfers £	At 31 December 2019 £
Bells	678	—	—	—	678
Decoration of Halls Fund	3,911	1,170	—	—	5,081
Flower Fund	162	30	(83)	—	109
Gifts to Others	12	—	—	—	12
Incumbent's fees to Diocese	—	165	—	—	165
International Student Fund	1,282	10	(24)	—	1,268
Music Group	98	—	—	—	98
Nativity 2018	(80)	—	—	80	—
St Nic's Pics	169	—	—	—	169
Organ/Piano	285	—	(415)	—	(130)
Other restricted funds	1,178	—	—	—	1,178
PA Fund	328	110	—	—	438
SNACS - Main account	7,589	43	—	—	7,632
St Nic's Puppet Ministry	1,143	50	(166)	—	1,027
Green Fund	278	194	—	269	741
	<u>17,033</u>	<u>1,772</u>	<u>(688)</u>	<u>349</u>	<u>18,466</u>

	At 1 January 2018 £	Income £	Expenditure £	Transfers £	At 31 December 2018 £
Bells	563	115	—	—	678
Boiler Fund	4,665	—	—	(4,665)	—
Decoration of Halls Fund	2,775	1,136	—	—	3,911
Flower Fund	238	20	(96)	—	162
Friends International	6	—	(12,488)	12,482	—

St Nicholas' Church, Durham

Notes to the Financial Statements (continued)

Year ended 31 December 2019

21. Analysis of charitable funds (continued)

Gifts to Others	12	—	—	—	12
Incumbent's fees to Diocese	—	591	(591)	—	—
International Student Fund	1,408	—	(126)	—	1,282
Music Group	98	—	—	—	98
Nativity 2018	—	300	(380)	—	(80)
St Nic's Pics	169	—	—	—	169
Organ/Piano	210	150	(75)	—	285
Other restricted funds	848	10	—	320	1,178
PA Fund	141	200	(13)	—	328
SNACS - Main account	7,555	34	—	—	7,589
St Nic's Puppet Ministry	1,052	732	(641)	—	1,143
Green Fund	—	—	—	278	278
	<u>19,740</u>	<u>3,288</u>	<u>(14,410)</u>	<u>8,415</u>	<u>17,033</u>

Abbreviations: SNACS = St Nicholas Adventure Camps

Endowment funds

	At 1 January 2019 £	Income £	Expenditure £	Transfers £	At 31 December 2019 £
Patterson Endowment Fund	<u>5,073</u>	<u>29</u>	<u>—</u>	<u>(29)</u>	<u>5,073</u>

	At 1 January 2018 £	Income £	Expenditure £	Transfers £	At 31 December 2018 £
Patterson Endowment Fund	<u>5,073</u>	<u>23</u>	<u>—</u>	<u>(23)</u>	<u>5,073</u>

The Patterson Fund is a permanent endowment fund with the interest being paid to the Teenaid fund.

St Nicholas' Church, Durham

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

22. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2019 £
Tangible fixed assets	115,934	–	–	115,934
Current assets	178,154	18,466	5,073	201,693
Creditors less than 1 year	(14,495)	–	–	(14,495)
Net assets	279,593	18,466	5,073	303,132

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2018 £
Tangible fixed assets	110,132	–	–	110,132
Current assets	204,462	17,033	5,073	226,568
Creditors less than 1 year	(33,048)	–	–	(33,048)
Net assets	281,546	17,033	5,073	303,652

23. PCC's responsibility for repairs

It is the policy of the PCC to maintain a rolling programme of repairs as necessary. A quinquennial inspection of the church and halls was carried out in 2015 following which various pieces of work were undertaken.

The next quinquennial inspection will be carried out as early as possible in 2020.

24. Operating lease commitments

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2019 £	2018 £
Not later than 1 year	288	–
Later than 1 year and not later than 5 years	936	–
	1,224	–

St Nicholas' Church, Durham

Management Information

Year ended 31 December 2019

The following pages do not form part of the financial statements.

St Nicholas' Church, Durham

Detailed Statement of Financial Activities

Year ended 31 December 2019

	2019 £	2018 £
Income and endowments		
Donations and legacies		
Planned Giving - gift aided	150,406	160,753
Tax recoverable	40,251	49,436
Collections	13,006	21,640
Other planned giving	35,742	30,878
	<u>239,405</u>	<u>262,707</u>
Charitable activities		
Gift Day - No gift aid	—	7,520
Gift Day - Gift aid	—	18,746
Discipling Church income	35,560	—
PCC Activities	25,101	34,446
Recovery group	3,549	—
Grants - Ministry Assistants	6,000	12,000
	<u>70,210</u>	<u>72,712</u>
Other trading activities		
Hire of buildings	4,085	1,990
Fees - Weddings & funerals	1,056	1,241
	<u>5,141</u>	<u>3,231</u>
Investment income		
Bank interest receivable	1,018	641
Rental income	160	160
	<u>1,178</u>	<u>801</u>
Other income		
Grants	—	3,943
Insurance claim	—	2,382
	<u>—</u>	<u>6,325</u>
Total income	<u>315,934</u>	<u>345,776</u>

St Nicholas' Church, Durham

Detailed Statement of Financial Activities *(continued)*

Year ended 31 December 2019

	2019 £	2018 £
Expenditure on charitable activities		
Parish Share		
Parish Share	131,300	127,850
Clergy expenses and vicarage costs		
Clergy expenses	4,833	3,655
Church running expenses		
Building maintenance	11,385	12,589
Cleaning, utilities & insurance	14,887	15,987
Services	9,422	5,233
Depreciation of equipment	1,347	1,347
	<u>37,041</u>	<u>35,156</u>
Youth Centre costs		
PCC property - Youth centre	3,576	6,693
Depreciation of youth centre	2,991	2,991
	<u>6,567</u>	<u>9,684</u>
Payroll - Support staff		
Gross	7,510	9,253
NIC	–	44
	<u>7,510</u>	<u>9,297</u>
Home Ministry		
Parish training	485	60
Parish events	1,416	591
International students	24	126
Student ministry	3,961	4,086
Alpha	1,353	643
Coffee lounge	8,398	9,408
Youth ministry	1,750	4,346
Children's Ministry	2,911	–
Nativity 2018	–	380
Other costs	1,950	1,798
Recovery Group	3,564	1,566
	<u>25,812</u>	<u>23,004</u>

St Nicholas' Church, Durham

Notes to the Detailed Statement of Financial Activities *(continued)*

Year ended 31 December 2019

	2019 £	2018 £
Ministry Assistants	4,862	7,238
CEMES	—	710
St Nic's Intern Fund	<u>4,862</u>	<u>7,948</u>
Church Administration	42,924	56,289
Administration payroll - Gross	—	378
Administration payroll - NIC	3,529	5,531
Administration payroll - Pension	13,597	5,799
Administration costs	771	808
Other costs	969	967
Gifts	<u>61,790</u>	<u>69,772</u>
Missionary and Charitable Giving	8,743	20,321
Missionary Support	<u>8,743</u>	<u>20,321</u>
Discipling Church	12,146	—
Wages	546	—
Pension	13,673	—
Other costs	<u>26,365</u>	<u>—</u>
Governance costs	1,300	858
Accountancy fees	331	—
Other governance costs	<u>1,631</u>	<u>858</u>
Expenditure on charitable activities	<u>316,454</u>	<u>307,545</u>
Net (expenditure)/income	<u>(520)</u>	<u>38,231</u>