

Independent examiner's report to the members/trustees of St Mary Magdalene Church, Yarm, PCC.

I report on the accounts for the year ended 31 December 2022, which are set out on pages 1 and 2.

Respective responsibilities of the Trustees and the Independent Examiner

The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility

- Examine the accounts under section 145 of the 2011 Act;
- Follow the procedures laid down in the General Directions given by the Charity Commissioners section 145(5)(b) of the 2011 Act; and
- State whether particular matters have come to my attention.

Basis of Independent Examiner's Statement

My examination was carried out in accordance with the 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 management committee concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the accounts.

Independent Examiner's statement

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

1. which gives me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with s.130 of the 2011 Act; or
 - to prepare accounts which accord with these accounting records have not been met;
or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Mr Philip Atkinson

Parochial Church Council of St Mary Magdalene, Yarm

Statement of Financial Activities

For the year ending 31 December 2022

		General Fund		Restoration	TOTAL	TOTAL
	Note	Unrestricted Funds £	Restricted Funds £	Restricted Funds £	2022 £	2021 £
INCOMING RESOURCES						
Voluntary Income	2(a)	73,129.35	68,444.82	2,426.76	144,000.93	97,025.79
Activities for generating funds	2(b)	7,664.54		600.00	8,264.54	6,157.00
Income from Investments	2(c)	227.34		85.60	312.94	36.54
Income from Church activities	2(d)	5,171.34			5,171.34	6,506.21
Other income	2(e)				0.00	500.03
TOTAL INCOMING RESOURCES		86,192.57	68,444.82	3,112.36	157,749.75	110,225.57
RESOURCES EXPENDED						
Church Activities	3(a)					
Ministry		64,953.53			64,953.53	64,067.87
Church		9,950.50			9,950.50	10,224.35
Upkeep of services		7,701.48			7,701.48	5,388.59
Other ordinary expenditure		1,446.80	5,296.02		6,742.82	2,592.66
Extraordinary expenditure		825.54			825.54	774.29
Restoration				21,371.76	21,371.76	1,208.70
Fund Raising Costs	3(b)	3,078.44	694.69		3,773.13	1,871.89
TOTAL RESOURCES EXPENDED		87,956.29	5,990.71	21,371.76	115,318.76	86,128.35
NET INCOMING RESOURCES & MOVEMENT OF FUNDS		-1,763.72	62,454.11	-18,259.40	42,430.99	24,097.22
BALANCES B/FWD 1 JANUARY		33,978.51	11,365.45	28,443.88	73,787.84	49,690.62
BALANCES C/FWD 31 DECEMBER		32,214.79	73,819.56	10,184.48	116,218.83	73,787.84

Parochial Church Council of St Mary Magdalene, Yarm

Balance Sheet at 31 December 2022

	Notes	General Fund		Restoration	TOTAL	TOTAL
		Unrestricted Funds	Restricted Funds	Restricted Funds	2022 £	2021 £
FIXED ASSETS		NIL	NIL	NIL	NIL	NIL
CURRENT ASSETS						
Debtors	6	£536.33			£536.33	£346.38
Short term deposits			£45,699.94	£6,116.20	£51,816.14	£32,534.28
Fixed term deposits					£0.00	£0.00
Cash at Bank		£34,257.96	£28,119.62	£4,068.28	£66,445.86	£43,462.84
		<u>£34,794.29</u>	<u>£73,819.56</u>	<u>£10,184.48</u>	<u>£118,798.33</u>	<u>£76,343.50</u>
LIABILITIES						
Creditors - amounts falling due in one year	7	£2,579.50			£2,579.50	£2,555.66
NET CURRENT ASSETS less LIABILITIES		<u>£32,214.79</u>	<u>£73,819.56</u>	<u>£10,184.48</u>	<u>£116,218.83</u>	<u>£73,787.84</u>
PARISH FUNDS						
Unrestricted		£32,214.79			£32,214.79	£33,978.51
Restricted			£73,819.56	£10,184.48	£84,004.04	£39,809.33
Totals		£106,034.35		£10,184.48	£116,218.83	£73,787.84

Approved by the Parochial Church Council on 27 March 2023 and signed on its behalf by

D R Moore (PCC Chairman)

Notes to the Financial Statements

For the Year ended 31 December 2022

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 in accordance with applicable accounting standards and the current Statement of Recommended Practice Accounting and Reporting by Charities (SORP 2005).

The financial statements have been prepared under the historical cost convention except for investment assets, which are shown at market value. The financial statements include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups that owe their main affiliation to another body, nor those that are informal gatherings of church members.

Funds

Endowment funds are funds, the capital of which must be retained either permanently or at the PCC's discretion; the income derived from the endowment is to be used either as restricted or unrestricted funds depending upon the purpose for which the endowment was established in the first place. There are currently no such funds under the control of the PCC.

Restricted funds comprise (a) income from endowments which is to be expended only on the restricted purposes intended by the donor, and (b) revenue donations or grants for a specific PCC activity intended by the donor. Where these funds have unspent balances, interest on their pooled investment is apportioned to the individual funds on an average balance basis. The Restoration Fund and the Organ Fund are restricted funds, and donations to Mission or other Charity are also treated as restricted, when they result from a specific donation or collection.

Unrestricted funds are income funds which are to be spent on the PCC's general purposes.

Incoming resources

Planned giving, collections and similar donations are recognised when received. Tax refunds are recognised when received and are reclaimed for the accounting year and not the tax year. Tax refunds, other than those from the Parish Giving Scheme, due for the period January to December 2022 are identified in the notes to the accounts, but are not included in the figures. Grants and legacies are accounted for when the PCC is legally entitled to the amounts due. Dividends are accounted for when receivable, interest is accrued. All other income is recognized when it is receivable. All incoming resources are accounted for gross.

Resources expended

Grants and donations are accounted for when paid over, or when awarded, if that award creates a binding or constructive obligation on the PCC. The diocesan freewill offer is accounted for in monthly instalments. Amounts received specifically for mission or charity are dealt with as restricted funds. All other expenditure is generally recognized when it is incurred and is accounted for gross.

Fixed assets

Consecrated and benefice property is not included in the accounts in accordance with s.10(2)(a) and (c) of the Charities Act 2011.

Movable church furnishings held by the rector 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). For anything acquired prior to 2000 there is insufficient cost information available and therefore such assets are not valued in the financial statements. Subsequently no individual item has cost more than £2,000 and all such expenditure has been written off when incurred.

Individual items of equipment are written off when the asset is acquired.

Investments are valued at market value at 31 December.

2022 GENERAL FUND

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2. INCOMING RESOURCES	Unrestricted Funds	Restricted Funds	TOTAL FUNDS 2022	TOTAL FUNDS 2021
2(a) Voluntary Income				
Planned Giving				
Gift Aided - Direct Payments (inc PGS 32426.87)	41018.16		41018.16	42278.60
- Green Envelopes	3962.00		3962.00	3136.00
Not Gift Aided - Direct Payments	1980.00		1980.00	2030.00
- Green Envelopes	752.05		752.05	1455.20
	47712.21			
Other				
Gift Aided - Yellow Envelopes (one off)	1595.45		1595.45	11175.81
Tax Reclaim on Gift Aid (2021) and PGS (£7,761.61 in 2022)	16747.48		16747.48	19428.42
Tax Reclaim on Organ Donations		10000.00	10000.00	431.09
Organ Donations (including £694.69 expenses at events)		53148.80	53148.80	10934.36
Cash Collections	5182.74		5182.74	2643.72
Special Collections & Donations (2021 inc COVID)	281.47	5296.02	5577.49	2784.59
Donation from fees	360.00		360.00	728.00
Grant from Diocese for Energy Purchases	1250.00		1250.00	
Legacy	0.00		0.00	0.00
	25417.14			
2(b) Activities for generating funds				
Coffee Donations	1794.36		1794.36	500.21
Raffle (incl £280 sold at the Festive Fayre)	784.40		784.40	1006.60
Magazine Income	1512.00		1512.00	1485.50
Income from Flowers - weddings and memorium	231.00		231.00	104.00
Votive candles	329.65		329.65	90.85
Miscellaneous Income	154.67		154.67	669.20
Craft Guild - activities	267.26		267.26	151.90
Craft Guild - for Hall Hire	0.00		0.00	0.00
Concert (2021 - Beetle Drive)	190.30		190.30	43.00
Christmas Festive Fayre	2380.90		2380.90	2105.74
100 Club	20.00	7664.54	20.00	
2(c) Income from Investments				
Interest on Deposit Account	226.38		226.38	1.66
Interest on Darlington Building Society	0.96		0.96	0.85
Interest on Gift Aid Account	0.00		0.00	0.13
		227.34		
2(d) Income from Church activities				
Fees	3359.00		3359.00	5982.00
Kirklevington & Worsall contribution to Rector expenses	705.32		705.32	394.17
- Rectory Water Rate	163.75		163.75	42.76
Kirklevington & Worsall Other Income(2021 Redemptorist)	523.27		523.27	87.28
Ordination expenses from Nunthorpe and Kirklevington	420.00	5171.34	420.00	
TOTAL INCOMING RESOURCES	<u>86192.57</u>	<u>68444.82</u>	<u>154637.39</u>	<u>109691.64</u>

3. RESOURCES EXPENDED	Unrestricted Funds	Restricted Funds	TOTAL FUNDS 2022	TOTAL FUNDS 2021
3(a) Church Activities				
Ministry - Rector				
Parish Freewill Offer for Diocesan Ministry	61800.00		61800.00	61800.00
Expenses (2021 - inc vacancy costs 775.62)	2424.10		2424.10	2096.85
Water Rate	426.00		426.00	171.02
- Curate - Expenses	303.43		303.43	
-Mission				
Gold costs	0.00		0.00	0.00
		64953.53		
Church				
Gas	2571.80		2571.80	2398.74
Electricity	1520.21		1520.21	1318.66
Insurance	3266.31		3266.31	3181.03
Water Rate	106.54		106.54	97.87
Cleaning	1388.00		1388.00	967.85
Organ Tuning & Maintenance	0.00		0.00	222.00
Boiler Maintenance	165.00		165.00	280.00
Lightening Protection Testing (2021 incl 5 Year Electrical Test)	138.91		138.91	880.00
Roof works	140.00		140.00	100.00
Minor Maintenance	653.73		653.73	372.60
		9950.50		
Upkeep of Services				
Candles	679.53		679.53	240.10
Wine & Bread	140.58		140.58	0.00
Miscellaneous	1271.12		1271.12	497.43
Service Books	1105.25		1105.25	461.90
Pew Sheets (Redemptorist)	0.00		0.00	349.16
Organist	3495.00		3495.00	3000.00
Organist Tuition	1010.00		1010.00	840.00
Churchyard Upkeep	0.00		0.00	0.00
		7701.48		
Other Expenditure				
Young people	0.00		0.00	0.00
Hire of Hall	0.00		0.00	0.00
Baptism Cards	108.20		108.20	390.57
Deanery Precept	120.00		120.00	120.00
RSCM & CCLI membership	262.00		262.00	110.00
Printing	507.59		507.59	288.00
Gift Aid Envelopes	86.98		86.98	80.57
Miscellaneous	232.03		232.03	324.91
Charities (see Note 9)	130.00	5296.02	5426.02	1278.61
		1446.80		
Extraordinary Expenditure				
Lighting Repairs (2021 - Rector Welcome)	613.80		613.80	368.09
Microphones (2021 - Payaz On Line Reader)	85.74		85.74	358.80
Replace light in toilet (2021 - Parking Post Spigot)	126.00		126.00	47.40
		825.54		
3(b) Fund Raising Costs				
Functions (inc Organ events £694.69)	358.90	694.69	1053.59	272.67
Magazine Printing	1529.98		1529.98	1359.78
Cost of flowers (incl £300 for artificial flowers)	502.71		502.71	98.20
Cost of coffee & biscuits	397.85		397.85	141.24
Christmas Fayre expenses	289.00		289.00	
		3078.44		
TOTAL RESOURCES EXPENDED	<u>87956.29</u>	<u>5990.71</u>	<u>93947.00</u>	<u>84514.05</u>

2022 RESTORATION FUND

2.	INCOMING RESOURCES	Restricted Funds	TOTAL FUNDS 2022	TOTAL FUNDS 2021
2(a)	Voluntary Income			
	Donations			
	Grant from Lottery Heritage Fund			
	VAT Refund - LPW Grant Scheme	2426.76		
	Other Grants			
	Tax Rebate			
		2426.76	2426.76	0.00
2(b)	Activities for generating funds			
	Cash Only Club (100 Club)	600.00		
	Miscellaneous events			
		600.00	600.00	0
2(c)	Income from investments			
	Interest on deposit account - CBF	54.52		
	Interest on Virgin Money account	31.08		
		85.60	85.60	33.90
2(e)	Other Income			
	Legacy	0.00	0.00	500.03
	TOTAL	<u>3112.36</u> =====	<u>3112.36</u> =====	<u>533.93</u> =====
3.	RESOURCES EXPENDED			
3(a)	Church Activities			
	Restoration			
	Fee - Architect	1641.60		
	Roof Walkway	7150.00		
	Roof Insulation	1820.00		
	Woodworm Treatment	3893.11		
	Stone Wall Repairs	5538.00		
		20042.71	20042.71	1614.30
	Other Expenditure			
	Renew Outside lights	1329.05		
		1329.05	1329.05	0.00
3(b)	Fund Raising Costs			
		0.00	0.00	0
	TOTAL RESOURCES EXPENDED	<u>21371.76</u> =====	<u>21371.76</u> =====	<u>1614.30</u> =====

4.	(a)	STAFF COSTS	2022	2021
		Invoiced payments for Organist for normal services	3,495.00	3,000.00

During the year the PCC contracted in several organists, who are self employed, and as such do not attract social security costs.

(b) **PAYMENTS TO PCC MEMBERS**

A small immaterial portion of the expenses paid to the incumbent may have related to his services as chairman of the PCC. No expenses were paid to any other PCC member, persons closely connected to them or related parties.

5. **FIXED ASSETS**

The PCC has no assets as defined in the Accounting Policies above (page 3)

6.	DEBTORS	Unrestricted Fund	Restricted Fund	TOTAL 2022	TOTAL 2021
	Other Debtors	536.33		536.33	346.38

In addition there is outstanding Tax recoverable, related to the period January to December 2022, which will be recovered during 2023. The estimated amount is £6,223, and will be accounted for in 2023 accounts. This includes reclaim for tax on small donations, which will provide £2,000 of income.

7. **CREDITORS**

	Accruals for utility and other costs	2,579.50	2,579.50	2,555.66
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8. **GENERAL NOTES**

8.1	Net movement of General funds in the year was	Unrestricted	-£1,764.68
		Restricted (organ fund)	£62,454.11
		Total (General Funds)	£60,689.43
	Net movement of Restricted Restoration funds in the year was		-£18,259.40

8.2	Value of Organ Fund at the end of 2022 was	£73,819.56
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8.3 Balances brought forward include historical legacies as follows:

General Account: legacies from 2009	£18,000.00
legacy in 2012	£5,000.00
legacy in 2013	£500.00
legacies in 2019	£1,500.00
Restoration Account: legacy in 2011	£116,326.33
legacy in 2021	£500.03

8.4 Assigned Fees. A sum of £4,460.00 (£2,546.00 in 2021) has been paid to the Diocese, being the Statutory Fees charged for the services of clergy to officiate at weddings, funerals and the like.

8.5 Purchase of items for sale (eg. Cards, tea towels, pens etc) are written off in the year of payment.

8.6 Value of normal stock is less than £500.00. Stock is not controlled or accounted for.

9. Charity Donations - 2022

The following donations were made to Charity:

	Overseas Missions & Christian Relief Agencies	Home Missions & Church Societies	Secular Charities	TOTALS
Church Sponsored Activities				
All from Restricted Income except item 9.4 and 9.6.				
9.1. Yarm Wellness Centre (Lent collection)			514.60	
9.2. Childrens Society - Christingle service		311.58		
9.3. Christian Aid	92.99			
9.4. York Historic Churches		50.00		
9.5. Woodland Trust for Green Canopy			79.00	
9.6. Rector donation to deserving purpose			80.00	
9.7. Diocesan Ordnand Fund		530.95		
9.8. Water Aid (Harvest)			367.50	
9.9. Shelter - Christmas cards			129.50	
9.10. Great North Air Ambulance - Christmas cards			129.50	
TOTAL	92.99	892.53	1,300.10	2,285.62
Restricted Donations at Funerals				
9.11. Kidney Research			510.75	
9.12. RNLI Whitby			510.75	
9.13. Alice House Hospice, Hartlepool			124.01	
9.14. Cancer Research			675.21	
9.15. Alzheimers Research			146.03	
9.16. Help for Heroes			620.72	
9.17. British Heart Foundation			147.67	
9.18. Pulmonary Hypertension Association			405.26	
TOTAL	0.00	0.00	3,140.40	3,140.40
TOTALS	92.99	892.53	4,440.50	5,426.02
Additionally the following donations were made outside of the accounts, but resulting from efforts from members of the congregation:				
9.19. Christian Aid	1,029.70			1,029.70
GRAND TOTAL				6,455.72