

St Michael's Church, Abingdon

Report to the Annual District Church Meeting

St Michael's Church, Abingdon

Annual Financial Statement

31 December 2020

Commentary, 31 December 2020

Income & Expenditure Account (page 2)

The Income and Expenditure Account summarizes the activities of the church. Please note that the numbers shown in brackets are negative numbers – costs and deficits. The real loss for 2020 is on the “Net incoming resources before transfers” row, £13,136 for the year. But our investments gained £15,703 in value during the year which meant a surplus of £2,567 on the “Net movement in funds” row.

One reason for the deficit in 2020 might be that the voluntary income dropped considerably (by about £5,000) between 2019 and 2020. We need to check that our costs are carefully controlled and to do some fund-raising as soon as it is safe to do so.

The investment gains are useful, but we cannot rely on them because the investments could rise or fall in value very quickly and the only way we can actually make use of the money they represent is if we sell the investments concerned.

The Balance Sheet (page 2)

The balance sheet shows how our church finances were arranged at the end of the year. The Tangible Fixed Assets row totaling £10,578 is an estimate of the value of the church piano, bought five years ago and being depreciated over twenty years. The investments, £209,393 are a mixture of different sorts of investments but all invested through the Church of England. By value, 51% are equity-based investments, 34% are fixed interest and 15% are property based. I am currently taking advice and reviewing our investments.

The short-term deposits, £31,675, provide a lower rate of interest but are easier to manage. They have decreased in value considerably in 2020 because of the deficit in the year.

Accounting matters

Carol Bradford and I have taken over the accounting work from Mike Collins since January. We have installed updated online based systems and are gradually getting to grips with them. Hopefully we will be able to improve the reports we provide to our DCC each quarter.

If you have any questions about any aspect of the accounts, please feel free to ask me.

Susan Read,
St Michael's Church Treasurer, 14 April 2021

St Michael's Church, Abingdon
Income and Expenditure Account
Period end 31 December 2020

	2020 Total Funds	2019 Total Funds
	£	£
Incoming resources		
Incoming resources from generated funds		
Voluntary income	34,581	39,722
Activities for generating funds	0	2,526
Income from investments	7,002	7,284
Income from church activities	4,057	9,452
Total incoming resources	<u>45,639</u>	<u>58,984</u>
Resources expended		
Costs of generating funds		
Costs of generating funds	0	(238)
Church activities	(57,575)	(66,795)
Other expenditure	(1,200)	(600)
Total resources expended	<u>(58,775)</u>	<u>(67,633)</u>
Net incoming resources before transfers	<u>(13,136)</u>	<u>(8,649)</u>
Investment gains and losses	14,988	17,329
Net movement in funds	<u>1,852</u>	<u>8,680</u>
Balances b/fwd	255,828	247,147
Total funds carried forward 31 Dec 2020	<u>257,680</u>	<u>255,827</u>

Balance sheet as at 31 December 2020

	2020 Total Funds	2019 Total Funds
	£	£
Fixed Assets		
Tangible Fixed Assets	10,578	11,333
Investments	208,679	193,691
Total fixed assets	<u>219,257</u>	<u>205,024</u>
Current Assets		
Debtors	2,911	1,958
Short term deposits	31,675	45,208
Cash at bank & in hand	6,201	7,650
Total current assets	<u>40,787</u>	<u>54,816</u>
Amounts due within one year	(2,364)	(4,012)
Net current assets	<u>38,423</u>	<u>50,804</u>
Total net assets	<u>257,680</u>	<u>255,827</u>
Accumulated Funds	<u>257,680</u>	<u>255,827</u>