

Financial Report and Accounts – Kelsale-cum-Carlton

2022 was a year of transition in many respects: from the pandemic back towards normality, moving towards greater unity with Saxmundham with the JCC and also between Treasurers and accounting systems. All these factors have resulted in the accounts for 2022 not being entirely comparable with those for 2021 in a number of subtle ways.

The Accounts show that total income fell from £54k to £43k but this masks a number of key movements. The largest change, accounting for all of the difference was the performance of the investment in the Kelsale Bell Fund, which declined in value during 2022 by £5,136, slightly improving on overall market performance. This compares to a gain in value in 2021 of £8,409: a turnaround of over £13,500.

The other major change was in the nature of giving, with an 85% decline in donations to Restricted funds (especially Fabric – see note 3 below), compensated for by a near tripling of other giving to the General fund (from £8,605 in 2021 to £23,464 in 2022). The latter was largely but not wholly due to a switch in giving to Kelsale by a previous donor to St John's. The net effect of these two changes saw an overall increase in giving of just under 1% - not much change! Fees for Weddings and Funerals and interest all contribute to total income before gains/losses on the Bell Fund increasing by £1,423 to £46,980.

On the other hand, total expenditure fell by £3,146 (6%) to £44,967. Parish Share (the money that each parish pays to the Diocese, largely taken up by paying Dave's stipend, his pension contribution and the family's housing costs), at around half of total expenditure was unchanged year-on-year. Where possible, expenditure was charged to appropriate Restricted funds to a greater extent than hitherto, with the result that these fund balances reduced considerably to the benefit of the General Fund.

In terms of the General Fund – the main fund as far as our accounts are concerned – it recorded a surplus during the year of £8,721: by far the largest positive movement in recent years. Consequently, the balance on the General Fund (essentially our

unrestricted net worth) rose from a modest £3,238 to a more healthy £11,959, ahead of the merger of the Kelsale-cum-Carlton accounts with Saxmundham at year-end.

Although the accounts were maintained throughout the year in parallel in OLAF (our name for the new accounting system of the Benefice) the independent examination took place based on David May's legacy spreadsheet, presented here. The total fund balances match between the two systems but there is some inconsistency as to the way that incomes and expenditures are booked, which has changed with the switch to OLAF during 2022, in order for treatment to be consistent between the two parishes before the merger of accounts.

At the end of 2022, the General Fund showed a balance of £11,959 with an additional £75,434 in restricted funds (Bell Fund = £51,217), meaning that the Church is in a sound financial position (but see the separate report below on the 2023 Budget and current levels of giving to SKC Church).

Giving

The Parish Giving Scheme was introduced in August 2022 and rapidly gained traction as the means of regular giving to the Church. In Q2 2023, across SKC Church it will account for almost all regular gift-aid eligible giving.

No Gift Aid was reclaimed in 2022 and the proceeds of the reclaim will therefore appear in 2023's SKC Church accounts. Giving via PGS handles this at source going forwards for those using it and eligible.

Kelsale cum Carlton PCC
Receipts and Payments Accounts Year ending 31 December 2022

	Note	General Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Receipts					
Collections at Services	3	2,023	0	2,023	3,238
Planned Giving	3	8,539	0	8,539	6,160
Donations	3	23,464	3,432	26,896	29,025
Fund raising events	4	1,277	1,502	2,779	1,695
Fees	6	6,618	0	6,618	5,434
Donations collected	9 A	0	1,161	1,161	0
Loss/Gain on investments	5 A	0	-5,136	-5,136	8,409
Deposit interest	5 B	125	0	125	5
Total Receipts		42,045	960	43,005	53,966
Payments					
Parish Share	7	22,871		22,871	22,748
Clergy Expenses		1,133		1,133	0
Church Running Expenses	8	6,718	11,265	17,983	22,795
Electricity and Gas		1,605		1,605	1,355
Costs of fund raising		0		0	0
Fees to Diocese	6	997		997	1,023
Donations distributed	9 B	0	378	378	192
Total Payments		33,325	11,642	44,967	48,113
Excess of Payments over Receipts		8,721	-10,682	-1,961	5,852

The notes 1 to 9 form part of the financial statements

Notes

1 The financial statements of the PCC have been prepared in accordance with the Church Accounting regulations using the Receipts and Payments basis.

2 Movements in the funds 1 January 2022 to 31 December 2022

	Start £	In £	Out £	Gain on investment £	Total 2022 £	Total 2021 £
Restricted						
Carlton Fabric	2,228	105	-955		1,378	2,228
Carlton Porch	1,949	0	0		1,949	1,949
Carlton Window	4,967	0	0		4,967	4,967
Kelsale Bell	56,353	0	0	-5,136	51,217	56,353
Kelsale Organ	677	0	0		677	677
Kelsale Flower	318	0	-132		186	318
Tree	1,562	120	-356		1,326	1,562
Churchyard Grant	0	300	-300		0	0
Agency collections	0	1,161	-378		783	0
Kelsale Churchyard	960	250	-1,210		0	960
Kelsale fabric	3,617	4,160	-7,777		0	3,617
Kelsale reordering	13,486	0	-534		12,952	13,486
	86,116	6,095	-11,642	-5,136	75,434	86,116
Unrestricted						
General fund	3,238	42,045	-33,325		11,959	3,238
Total	89,355	48,140	-44,967	-5,136	87,393	89,355

Funds are represented by

Bank current account	26,549	23,501
CBF Church of England Deposit Fund balances	9,626	9,501
CBF Church of England Investment Fund (Note 5 A Kelsale Bell fund)	51,217	56,353
	87,393	89,355

Kelsale cum Carlton PCC

Notes to the Financial Statements for the Year ending 31 Dec 2022

3 Voluntary Giving

Unrestricted - General

	£	£
Collections at services	2,023	3,238
Planned weekly giving	<u>1,612</u>	<u>1,365</u>
Regular bank transfers	4,927	4,295
Bequests	2,000	500
	<u>8,539</u>	<u>6,160</u>
Donations - annual or bi-annual	<u>23,464</u>	<u>8,605</u>

Restricted voluntary Giving

Collection box	452	555
Kelsale Flower Fund	0	318
Tree fund	120	2,630
Churchyard maintenance	550	3,850
Carlton Fabric Fund	105	891
Carlton Porch	0	15
Kelsale Fabric Fund	2,205	11,846
Kelsale reordering	0	315
	<u>3,432</u>	<u>20,421</u>

4 Fund raising events

Concerts	Kelsale	Restricted	434	0
Ride & Stride	Kelsale	Restricted	320	118
Flowers	Kelsale	Restricted	748	0
			<u>1,502</u>	<u>118</u>
Harvest supper		General Fund	0	754
Concerts		General Fund	562	0
Refund Electricity		General Fund	0	238
PCC of Saxmundham contribution to joint costs		General Fund	214	0
Kelsale Clouting charity Messy church		General Fund	0	585
DBF Outreach grant		General Fund	500	0
			<u>2,779</u>	<u>1,695</u>

5 A -Loss on investment Kelsale bell fund

Kelsale Bell Fund is invested in CBF Church of England Investment Fund accumulation shares. 966.21 shares were purchased on 29 January 2019 at 3738.84 pence each. Giving a total cost of £36,125.00

At 31 December 2022 they were valued at 5300.82 pence each (31 December 2021 - 5832.33 pence each). Giving a bid valuation of £51,217.05 at 31 December 2022 (£56,352.56 at 31 December 2021).

5 B - Deposit interest received

Interest is received on deposits held in the CBF Church of England Deposit General fund

125	5
<u>125</u>	<u>5</u>

6 Fees

Fees are charged on a scale laid down by the Archbishops council.

7 Parish Share

This payment made to the Diocese of St Edmundsbury and Ipswich and contributes to the costs of stipendiary clergy and support given to the Parish by the central administration team at the diocesan office.

Kelsale cum Carlton PCC**Notes to the Financial Statements for the year ended 31 December 2022****8 Church Running Expenses**

	General Funds	Restricted Funds	£ 2022	£ 2021
Service Prerequisites	34		34	0
Messy Church	0		0	85
Grants paid on behalf of Clouting charit	274		274	500
Piano/Organ service	65		65	332
Organist	80		80	0
Print/Stationary costs	1,614		1,614	450
Wedding Preparation classes	250		250	0
Hall Hire	-15		-15	68
Insurance Kelsale		2,228	2,228	2,072
Insurance Carlton		645	645	600
Professional fees		534	534	0
Kelsale - Security marking		120	120	100
Kelsale -Solomon chest		40	40	0
Kelsale - Roofing	3,332	3,512	6,844	0
Electrical testing & Repair		1,203	1,203	0
Alarm maintenance		674	674	529
St Peter repairs		310	310	0
Suffolk Historic Churches Trust	15		15	15
Saxmundham deanery synod	50		50	0
Church flowers		132	132	48
Tree		356	356	0
Churchyard maintenance	1,020	1,510	2,530	3,600
	<u>6,718</u>	<u>11,265</u>	<u>17,983</u>	<u>8,399</u>

9 Donations**A Collected**

Royal British Legion Funeral collection	40
Village carol concert East Anglian air ambulance	150
Friday coffee group East Anglian air ambulance	188
Ukraine	783
	<u>1,161</u>

A collection for Ukraine was taken at Christmas services and distributed in 2023

B Distributed

Royal British Legion Remembrance service	0	192
Royal British Legion Funeral collection	40	0
Village carol concert East Anglian air ambulance	150	0
Friday coffee group East Anglian air ambulance	188	0
	<u>378</u>	<u>192</u>

Independent examiners report to the members of Kelsale cum Carlton Parochial Church Council

I report on the accounts for the year ended 31st December 2022, which are set out on pages A, B and C.

Respective responsibilities of The Parochial Church Council (PCC) and Independent Examiner.

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

It is my responsibility to

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 Examiners Statement

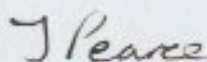
My examination was carried out in accordance with the General Directions given by the Charity Commission.

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 PCC concerning any such matters. The procedures undertaken do not provide all evidence that would be required in a full audit, and consequently I do not express an audit opinion on the accounts.

Independent Examiners Statement

In connection with my examination, no matters have come to my attention.

1 which give 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
2 to which, in my opinion should be drawn in order to enable a proper understanding of the accounts to be reached.



Joanna Pearce
28 February 2023