

**THE PAROCHIAL CHURCH COUNCIL OF
HARNHAM: ST GEORGE AND ALL SAINTS
(Registered Charity: 1193766)**

**ANNUAL REPORT AND UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

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Churches:

St George Church, Lower Street, Harnham, Salisbury, SP2 8EZ
All Saints Church, Harnham Road, Harnham, Salisbury, SP2 8JH

Parish Hall and Parish Office (address for correspondence):

Lower Street, Harnham, Salisbury, SP2 8EY

Clergy:

Reverend Rebecca Roberts (Vicar)
Reverend Julian Poppleton (Assistant Priest until 30 April 2025)
Reverend Mike Badger (Curate until 31 December 2024)

Bankers:

Lloyds Bank plc, 38 Blue Boar Row, Salisbury, SP1 1DB
Central Board of Finance of the Church of England, One Angel Lane, London EC4R 3AB

Independent Examiner:

Vicki Poole, 18 St Georges Road, Salisbury, SP2 8LU

Parish Contact number 07925 108856.

Email pccharnham@gmail.com

**THE PAROCHIAL CHURCH COUNCIL OF
HARNHAM: ST GEORGE AND ALL SAINTS**

ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2024

STATUTORY DISCLOSURES

Members and Officers of the PCC

Members of the PCC are either ex officio or elected by the Annual Parochial Church Meeting (APCM) held on 26 May 2024 or in earlier years in accordance with the Church Representation Rules.

The following persons served on the PCC during the year:

| | |
|---------------|---|
| Clergy | Reverend Rebecca Roberts (Vicar) # |
| | Reverend Julian Poppleton (Assistant Priest) # (Resigned 30 April 2025) |
| | Reverend Mike Badger (Curate) # (Resigned 31 December 2024) |

Churchwardens

| | |
|----------------------|---|
| All Saints' Church:- | Mr R Salkeld # |
| St George Church:- | Mrs J Carr # (from 26 May 2024), Mr C Woodd # until 26 May 2024 |

Deanery/Diocesan Synod Representatives (until APCM 2026)

| | | |
|-------------|--------------|---------------------|
| Mr N Turpin | Mrs K Carter | Miss Frances Howard |
|-------------|--------------|---------------------|

Elected members

| | | | |
|-----------------|--------------------|---------------|-------------|
| until APCM 2025 | Dr K Mash # | Mrs J Brown # | Miss J West |
| until APCM 2026 | Mrs E Wilson | Mrs J Carr | |
| until APCM 2027 | Mrs D Mussellwhite | | |

Officers

| | |
|------------|---|
| Chair | Reverend Rebecca Roberts |
| Vice-Chair | Dr Kate Mash (from September 2024), Mr Charles Woodd until May 2024 |
| Secretary | Mr R Scott from 23 July 2024, Mrs L Baker until 23 July 2024 |
| Treasurer | Mrs J Scott # from 10 April 2024, previously vacant |

= member of Standing Committee

The PCC met 6 times during the year. Between meetings it operates through its Standing Committee. It has appointed working groups or sub-committees for certain tasks. The Standing Committee is the only committee required by law. It has power to transact the business of the PCC between its meetings, subject to any directions given by the PCC.

Churchwardens and Officers attend training sessions held by the Diocese. Other members of the PCC are encouraged to attend courses from time to time, according to their personal needs and interests. The PCC intends to adopt a formal training regime.

Church Attendance

There were 105 names on the new Electoral Roll that was published in May 2025. 4 people on the Roll lived outside the parish.

Between 40 and 60 regularly people attend our two churches every week. Up to 16 receive communion at home with many more attending our monthly Messy Church as well as services at the local primary school.

Where possible we live stream special services on YouTube:

<https://www.youtube.com/channel/UC9V2rf--r5MQuO0nbtVRI2Q> where we have 109 subscribers.

During the year there were 3 Baptisms, 5 Weddings, 13 Funerals and 10 Internment of ashes.

**THE PAROCHIAL CHURCH COUNCIL OF
HARNHAM: ST GEORGE AND ALL SAINTS**

**ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2024
(continued)**

FINANCE REVIEW

The Parochial Church Council of Harnham: St George and All Saints (the “PCC”) presents its reports and accounts for the year ended 31 December 2024.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The PCC, which is in the Diocese of Salisbury, is part of the Church of England and was established by the Parochial Church Council’s (Powers) Measure 1956, as amended and the Church Representation Rules (contained in Schedule 3 to the Synodical Government Measure 1969, as amended). It is a charity (Number 1193766) registered with the Charity Commission, regulated by the Charities Act 2011 which requires the PCC to report to its congregation and the public at large. PCC members are Trustees of the Charity. The PCC is a Public Benefit Entity as defined in FRS 102.

SUMMARY

The Accounts show that the parish had a general surplus of £14,700 (2023: deficit of £5,761). The overall general fund balance was a surplus of £4,354 (2023: deficit of £10,405).

The results for the year can be summarised as follows:

| | Unrestricted Funds | Restricted Funds | Endowment Funds | Total 2024 | Unrestricted Funds | Restricted Funds | Endowment Funds | Total 2023 |
|---------------------------------|-----------------------|---------------------|--------------------|------------|-----------------------|---------------------|--------------------|------------|
| | £ | £ | £ | £ | £ | £ | £ | £ |
| Incoming resources | 141,108 | 7,269 | | 148,377 | 135,296 | 24,120 | - | 159,416 |
| Resources expended | 126,408 | 20,150 | | 146,558 | 141,057 | 11,098 | | 152,155 |
| Operating (deficit) /surplus | 14,700 | (12,881) | - | 1,819 | (5,761) | 13,022 | - | 7,261 |
| Exceptional Hall Transformation | | | | | | | (116,329) | (116,329) |
| Gains and (losses) | 59 | 123 | 2,244 | 2,426 | 224 | 467 | 8,486 | 9,177 |
| Net change in funds in year | 14,759 | (12,758) | 2,244 | 4,245 | (5,537) | 13,489 | (107,843) | (99,891) |
| Fund balance at end of year | 4,354 | 76,466 | 200,226 | 281,046 | (10,405) | 89,224 | 197,982 | 276,801 |

POLICY ON RESERVES

The PCC retains a range of unrestricted, restricted and endowment funds which are described in notes 9 to 11 to the financial statements. The general reserve fund is held to cover the PCC’s day to day activities.

In light of guidance from the Church of England and the Charity Commission, the PCC have a reserves policy of 3 months recurring costs, or £35,000, currently being provided by the restricted funds for repairs & improvements on the Churches. At the end of 2024, the Parish General Reserve amounted to a surplus of £4,354 with no further reserves or working capital. This has led to a practical cash deficit of approximately £30,000. The PCC has improved its position through general fundraising, a review of parish decision making, priorities and financial controls. This included a review and renegotiation of many costs, so that the 2024 results are significantly better than budget estimate of £2,037 deficit. The 2025 budget and future year projections are hoping to continue this trend despite falling electoral roll numbers and increased Share costs.

The Friends and All Churches Appeal reserves are amounts set to assist cover for repair and improvement of both churches. Both reserves were created in 2005 and were used in 2024 for improved lighting in both churches together with the repair of the buttress at All Saints. At the end of 2024 the value of the Friends fund was £23,645 (2023: £28,892).

The PCC intends to make its approach to the management of its reserves more conservative but consistent with the requirement to fund its activities to meet its vision. The policy on reserves is reviewed each year at the time of approving

MANAGEMENT OF RISK

The PCC continues to identify and manage the risks which arise from its day to day activities. The PCC views those risks under the headings of governance, operational, financial and external regulatory.

Areas of risk are brought to the attention of the PCC for review as part of the standing agenda over the year and any changes required are minuted and actioned.

**THE PAROCHIAL CHURCH COUNCIL OF
HARNHAM: ST GEORGE AND ALL SAINTS**

**ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2024
(continued)**

MANAGEMENT OF RISK (continued)

The major areas on the regular agenda for consideration are the following:

Annual budget and quarterly reporting
Bank Mandate
Expense authority policy
Finance reserves policy
Insurance policies
Safeguarding of children and vulnerable adults

SAFEGUARDING

The PCC have received regular updates from the Parish Safeguarding Officer and Incumbent. Jane Greenaway stepped down as Assistant Safeguarding Officer. The team have ensured that the PCC are informed of the action plan produced with the aid of the Salisbury Diocesan Dashboard and that it is actioned well. The PCC put a link to our team and safeguarding statement onto our Parish Website, A Church Near You and Church noticeboards. We are aware that the importance of being open and active in this area is vital for us as a church community often working with those who are vulnerable in many ways and that the culture of "It can happen here", is active and is owned by all.

INVESTMENT POLICY

The policy of the PCC has been to invest surplus funds in low-risk interest bearing investments which provide flexibility without penalty and restricted funds held for longer term expenditure with CCLA Investment Management Ltd Investment Fund.

The market value of investments at 31 December 2024 was £108,388 (2023: £105,961). In the Parish Accounts for 2024, an unrealised gain of £2,426 (2023: gain of £9,177) is shown in the Statement of Financial Activities.

THE FUTURE

During 2025, the PCC will continue to apply funds in line with the Diocesan Vision, namely, To Make Jesus Known, here and now, that all may flourish and grow. A budget proposing this was put to the PCC meeting on Dec 2024 and was approved. Overall it is a budget with a surplus of £8,300 on the general fund, plus net capital expenditure to be met from restricted funds budgeted at £10,000, giving a net deficit of £1,700.

The budget has been prepared including one-off donations and appeals of £25,000 (over the last two years these have been an average of £30,000) as well as providing a mid case scenario for costs and events held during the period. The three main cost headings (Parish Share, energy (heating & lighting) and photocopying) amount to over 70% of expenditure. The results for 2024 showed an improvement against the 2024 budget due to cost savings, which must be maintained and extended as much as possible.

The Parish Share request of £81,100 (2024 £77,684) exceeds the Regular planned giving and collections, budgeted at £71,000 (2024 £72,701) by £10,100 (2024 £4,983). The running expenses for 2025 have been budgeted at £46,200 compared to £48,724 for 2024. Further cost savings and income will be needed if Share stays at this level, although falling roll numbers suggest that Share could reduce in future.

After an in depth review of mission statistics and a deep dive into finance, the PCC are in discussion with the Diocese concerning a review of parish share contributions. The PCC has also seriously considered requests for older back payments of share noting that share is legally a donation, and that the Parish share paid has always been above the required finances for an incumbent, housing, training of curates, associates and LLMs.

BUDGET SUMMARY TABLE

| Budget for 2025 | Unrestricted Funds | Restricted Funds | Endowment Funds | Budget 2025 | Unrestricted Funds | Restricted Funds | Endowment Funds | Total 2024 |
|-----------------------------|--------------------|------------------|-----------------|-------------|--------------------|------------------|-----------------|------------|
| | £ | £ | £ | £ | £ | £ | £ | £ |
| Incoming resources | | | | | | | | |
| - giving | 71,000 | | - | 71,000 | 72,701 | 1,742 | | 74,443 |
| - other income & fees | 64,600 | 2,000 | - | 66,600 | 68,407 | 5,527 | | 73,934 |
| Resources expended | | | | | | | | |
| - parish share | (81,100) | - | - | (81,100) | (77,684) | | | (77,684) |
| - other costs | (46,200) | (12,000) | - | (58,200) | (48,724) | (20,150) | | (68,874) |
| Gains | - | - | - | - | 59 | 123 | 2,244 | 2,426 |
| Net change in funds in year | 8,300 | (10,000) | - | (1,700) | 14,759 | (12,758) | 2,244 | 4,245 |
| Fund balance at end of year | 12,654 | 66,466 | 200,226 | 279,346 | 4,354 | 76,466 | 200,226 | 281,046 |

**THE PAROCHIAL CHURCH COUNCIL OF
HARNHAM: ST GEORGE AND ALL SAINTS**

**ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2024
(continued)**

TRUSTEES RESPONSIBILITIES STATEMENT

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year.

In preparing financial statements giving a true and fair view, the Trustees should follow best practice and:

Select suitable accounting policies and apply them consistently; make judgements and estimates that are reasonable and prudent;

State whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements;

Prepare the financial statements on the going concern basis unless it is inappropriate to presume the charity will continue in operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity, and which enable them to ascertain the financial position of the charity, and which enable them to ensure that the financial statements comply with applicable regulations.

The Trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The annual report was approved by the PCC on **14 May 2025** and signed on their behalf by:

Revd. RM Roberts
Vicar and Chair

J C Scott ACA
Treasurer

**THE PAROCHIAL CHURCH COUNCIL OF
HARNHAM: ST GEORGE AND ALL SAINTS
INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2024**

I report on the unaudited accounts of The Parochial Church Council of Harnham: St George and All Saints for the year ended 31 December 2024, which are set out on pages 6 to 13.

This report is made solely to the Charity's Trustees, as a body, in accordance with section 154 of the Charities Act 2011. My examination has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my independent examination, for this report, or for the opinions I have formed.

Respective responsibilities of Trustees and examiner

The Charity's Trustees are responsible for the preparation of the accounts. The Charity's Trustees consider 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 to:

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

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. 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 a consideration of any unusual items or disclosures in the accounts and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

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 section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and comply with the requirements of the 2011 Acthave 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.

..... 21 May 2025

V J Poole

18 St Georges Road
Salisbury
Wiltshire
SP2 8LU

HARNHAM: ST GEORGE AND ALL SAINTS
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

| | | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | Total 2024 £ | Total 2023 £ |
|--|---------------|----------------------------|--------------------------|-------------------------|--------------------|--------------------|
| INCOMING RESOURCES | | | | | | |
| Incoming resources from generated funds: | | | | | | |
| Voluntary income | | | | | | |
| Incoming resources from donors | | 72,701 | 1,742 | - | 74,443 | 78,923 |
| Other voluntary income | | 22,565 | 4,969 | - | 27,534 | 46,439 |
| Legacies | | - | - | - | - | 371 |
| Charitable and ancillary trading | | 40,119 | 30 | - | 40,149 | 29,490 |
| Investment income | | 5,723 | 528 | - | 6,251 | 4,193 |
| Total incoming resources | Note 3 | 141,108 | 7,269 | - | 148,377 | 159,416 |
| RESOURCES EXPENDED | | | | | | |
| Cost of generating funds: | | | | | | |
| Expenses of charitable and ancillary trading | | 15,079 | 30 | - | 15,109 | 21,757 |
| Hall transformation costs | | - | 7,363 | | 7,363 | 116,329 |
| Charitable activities | | | | | | |
| Donations & distributions | | 610 | 1,742 | | 2,352 | 2,546 |
| Diocesan Share, net of Direct Debit Discoun | | 77,684 | | | 77,684 | 71,930 |
| Directly relating to the work of the Church | | 16,821 | 11,015 | | 27,836 | 32,388 |
| Church management and administration | | 16,214 | - | | 16,214 | 23,534 |
| Total resources expended | Note 4 | 126,408 | 20,150 | - | 146,558 | 268,484 |
| NET (OUTGOING) / INCOMING RESOUR | | 14,700 | (12,881) | - | 1,819 | (109,068) |
| Gains on investments | Note 6 | 59 | 123 | 2,244 | 2,426 | 9,177 |
| NET INCREASE/(DECREASE) IN FUNDS | | 14,759 | (12,758) | 2,244 | 4,245 | (99,891) |
| Hall transformation fixed asset and costs transfer | | | | | | - |
| Fund balances at 1 January | | (10,405) | 89,224 | 197,982 | 276,801 | 376,692 |
| Fund balances at 31 December | Notes 9 to 11 | 4,354 | 76,466 | 200,226 | 281,046 | 276,801 |

All activities relate to continuing operations.

**THE PAROCHIAL CHURCH COUNCIL OF
HARNHAM: ST GEORGE AND ALL SAINTS
BALANCE SHEET
AS AT 31 DECEMBER 2024**

| | Notes | <u>2024</u> | | <u>2023</u> | |
|---|-------|-------------|-----------------------|-------------|-----------------------|
| FIXED ASSETS | | £ | £ | £ | £ |
| Freehold Property | 5 | 100,000 | | 100,000 | |
| Equipment and Furniture | 5 | 5,359 | | 7,229 | |
| Investments (at Market Value) | 6 | 108,388 | | 105,961 | |
| TOTAL FIXED ASSETS | | | <u>213,747</u> | | <u>213,190</u> |
| CURRENT ASSETS | | | | | |
| CBF Deposit Account | | 50,238 | | 47,729 | |
| Current Bank Accounts | | 36,049 | | 20,942 | |
| Debtors and Prepayments | 7 | 9,141 | | 19,948 | |
| | | | <u>95,428</u> | | <u>88,619</u> |
| Less: CURRENT LIABILITIES | | | | | |
| Amounts due within one year | 8 | 23,560 | | 19,862 | |
| NET CURRENT ASSETS | | | 71,868 | | 68,757 |
| Less: Amounts due after one year | 8 | | 4,569 | | 5,146 |
| TOTAL NET ASSETS | | | <u>281,046</u> | | <u>276,801</u> |
| Representing: | | | | | |
| ENDOWED FUNDS | 9 | | 200,226 | | 197,982 |
| RESTRICTED FUNDS | 10 | | 76,466 | | 89,224 |
| UNRESTRICTED FUNDS | | | 4,354 | | (10,405) |
| TOTAL FUNDS | | | <u>281,046</u> | | <u>276,801</u> |

The accounts were approved and authorised for issue by the PCC on 14 May 2025
and were signed on their behalf by:

Revd. RM Roberts

Vicar and Chair

J C Scott ACA

PCC Treasurer

**THE PAROCHIAL CHURCH COUNCIL OF
HARNHAM: ST GEORGE AND ALL SAINTS
NOTES TO THE UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

1. ACCOUNTING POLICIES

1.1 Charity information

The Parochial Church Council of Harnham St George and All Saints (the 'PCC') is a charity registered (no. 1193766) with the Charity Commission and a part of the Church of England established by the Parochial Church Council's (Powers) Measure 1956 as amended by the Church representation rules.

1.2 Accounting Convention

The financial statements have been prepared in accordance with the Parochial Church Council's governing document, the Charities Act 2011 and the Statement of Recommended Practice: "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The PCC is a Public Benefit Entity as defined

The PCC has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of investments and Freehold Property. The principal accounting policies are set out below.

1.3 Going Concern

At the time of approving the financial statements, the PCC members have a reasonable expectation that the PCC has adequate resources to continue in operational existence for the foreseeable future. Thus the PCC members continue to adopt the going concern basis of accounting in preparing the financial statements.

1.4 Charitable funds

The accounts include all the charitable funds for which the PCC is legally responsible and PCC Members act as Trustees.

Unrestricted funds are available for use at the discretion of the PCC members in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in note 10 to the financial statements.

Endowment funds are restricted funds that must be retained as trust capital permanently and where the use of the income may be restricted or unrestricted. The purposes and uses of the endowment funds are set out in note 9 to the financial statements.

1.5 Income

Income is recognised when the PCC is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the PCC has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid of deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or when the PCC has been notified of an impending distribution if the amount is known and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.

1.6 Expenditure

A liability is recognised when either a legal or constructive obligation is identified.

**THE PAROCHIAL CHURCH COUNCIL OF
HARNHAM: ST GEORGE AND ALL SAINTS
NOTES TO THE ACCOUNTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2024**

1. ACCOUNTING POLICIES (continued)

1.7 Tangible fixed assets

Consecrated and benefice property is not included in the accounts in accordance with section 10 (2)(a) and (c) of the Charities Act 2011, Moveable church furnishings held by the vicar and churchwardens on special trust for the PCC and which require a faculty for disposal are inalienable property, listed in the church's inventory.

Endowed Freehold Property - Parish Hall

Freehold Property has been brought into account at a valuation by the Trustees.

Other tangible assets will be capitalised if their carrying value is supported by income and their cost is over £1,000.

Other tangible fixed assets are initially measured at cost and subsequently measured at cost net of depreciation and any impairment losses. Depreciation is recognised so as to write off the cost of assets less their residual values on a straight line basis over their useful lives (3 to 20 years).

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.8 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expenses as incurred.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less.

1.10 Financial instruments

The PCC has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS102 to all of its financial instruments.

Financial instruments are recognised in the PCC's balance sheet when the PCC becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which includes debtors and cash and bank balances, are initially measured at transaction price including transaction costs and subsequently carried at amortised costs using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.11 Derecognition of financial liabilities

Financial liabilities are derecognised when the PCC's contractual obligations expire or are discharged or cancelled.

2. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the PCC's accounting policies, the PCC members are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors considered to be relevant. Actual results may differ from these estimates.

The estimated and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects both current and future periods.

The most significant area of judgement that affects items in the accounts is to do with estimating the market value of the Parish Hall after recent building works (note 5).

3. INCOMING RESOURCES

| | 2024 | | | 2023 |
|--|----------------|--------------|----------------|----------------|
| | Unrestricted | Restricted | Total | Total |
| Incoming resources from donors | | | | |
| Planned giving | | | | |
| Donations under Gift Aid | 18,821 | | 18,821 | 22,536 |
| Gift Aid Tax recoverable thereon | 4,705 | | 4,705 | 5,549 |
| Parish Giving Scheme | 35,086 | | 35,086 | 38,146 |
| Donations not under Gift Aid | 2,863 | | 2,863 | 2,447 |
| Collections | 11,226 | | 11,226 | 8,428 |
| Special Collections | - | 1,742 | 1,742 | 1,817 |
| | 72,701 | 1,742 | 74,443 | 78,923 |
| Other voluntary income | | | | |
| Donations, Appeals, etc | 15,979 | 4,969 | 20,948 | 41,179 |
| Parochial Fees net | 6,586 | - | 6,586 | 5,260 |
| | 22,565 | 4,969 | 27,534 | 46,439 |
| Legacies | - | - | - | 371 |
| Income from charitable and ancillary trading | | | | |
| Fundraising | 12,696 | | 12,696 | 6,588 |
| Parish Magazine | 2,348 | | 2,348 | 2,478 |
| Church Hall | 25,075 | 30 | 25,105 | 20,424 |
| | 40,119 | 30 | 40,149 | 29,490 |
| Investment income | | | | |
| Dividends and Interest | 5,723 | 528 | 6,251 | 4,193 |
| Total income per SOFA | 141,108 | 7,269 | 148,377 | 159,416 |

4. RESOURCES EXPENDED

| | | | | |
|--|----------------|---------------|----------------|----------------|
| Expenses of charitable and ancillary trading | | | | |
| Parish Magazine | 1,141 | | 1,141 | 1,154 |
| Church Hall running costs | 13,938 | 30 | 13,968 | 20,603 |
| Transformation costs expensed | - | 7,362 | 7,363 | 116,329 |
| | 15,079 | 7,392 | 22,472 | 138,086 |
| Donations and Distributions | | | | |
| Home mission and Church | 400 | | 400 | 400 |
| Subscriptions | 210 | | 210 | 210 |
| Special collections | - | 1,742 | 1,742 | 1,936 |
| | 610 | 1,742 | 2,352 | 2,546 |
| Directly relating to the work of the Church | | | | |
| Ministry: Diocesan Share | 77,684 | | 77,684 | 71,930 |
| Clergy Expenses, Services, Music | 7,574 | 116 | 7,690 | 9,469 |
| Church running costs, maintenance | 7,320 | 9,990 | 17,310 | 17,447 |
| Churchyards | 1,927 | 909 | 2,836 | 5,472 |
| Church running costs | 16,821 | 11,015 | 27,836 | 32,388 |
| Church management and administration | 16,214 | - | 16,214 | 23,534 |
| Church costs excluding Diocesan Share | 33,035 | 20,149 | 44,050 | 55,922 |
| Total expenses per SOFA | 126,408 | 20,149 | 146,558 | 268,484 |

No PCC members received any remuneration in relation to their duties (2023: Nil).

The Independent Examiner's fee amounted to Nil (2023: Nil)

**THE PAROCHIAL CHURCH COUNCIL OF
HARNHAM: ST GEORGE AND ALL SAINTS
NOTES TO THE ACCOUNTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2024**

5. FREEHOLD PROPERTY AND TANGIBLE ASSETS

In 2007 The Parish Hall was valued by the Trustees at £40k, as an estimate of the value to the PCC, based on a capitalisation of the hall's PCC usage at commercial rates. Building works known as phase 1 and 2 of the "Hall Transformation Project" were undertaken in 2022 and 2023. No revaluation was undertaken at 31 December 2022 as the Hall was still under construction.

There is now a pause in the project so the Trustees have reviewed the Hall's valuation in light of rental income in 2023. Since 2007 annual rental income has increased from £8k in 2006 to £20k in 2023 with a resulting uplift in valuation to £100k.

The Trustees note the continuing economic uncertainty and accordingly have decided to base the property valuation upon historic rental income rather than assuming any future growth as a result of enhancements from the Hall Transformation Project or recovery from the Pandemic.

| | | Freehold Property (Valuation) £ | Equipment £ | Total £ |
|-------------------------------|------------------|--|----------------|----------------|
| Cost or valuation | At start of year | 159,177 | 9,316 | 168,493 |
| | Additions | - | - | - |
| | Disposals | - | - | - |
| | Revaluations | - | - | - |
| | Transfers | - | - | - |
| | At end of year | <u>159,177</u> | <u>9,316</u> | <u>168,493</u> |
| Depreciation & Impairments | At start of year | 59,177 | 2,087 | 61,264 |
| | Disposals | - | - | - |
| | Depreciation | - | 1,870 | 1,870 |
| | Transfers | - | - | - |
| | At end of year | <u>59,177</u> | <u>3,957</u> | <u>63,134</u> |
| Net Book Value | At start of year | 100,000 | 7,229 | 107,229 |
| | At end of year | 100,000 | 5,359 | 105,359 |

The net carrying amount of assets held under a finance lease included above is £1,500 (2023: £1,875).

| 6. INVESTMENTS | Unrestricted | Restricted | Endowed | 2024 | 2023 |
|---|----------------------|----------------------|------------------------|------------------------|------------------------|
| Market value at start of year | 2,587 | 5,392 | 97,981 | 105,961 | 96,784 |
| Proceeds of disposal | - | - | - | - | - |
| Gains) in year | 59 | 123 | 2,244 | 2,426 | 9,177 |
| Market value at end of year | <u>£2,646</u> | <u>£5,515</u> | <u>£100,225</u> | <u>£108,388</u> | <u>£105,961</u> |
| The holdings consist of :- | | | Units | Value 's | Value |
| Central Board of Finance of the Church of England's | | | | | |
| Investment Fund | | | 4,677 | 108,133 | 105,713 |
| Fixed Interest Fund | | | 171 | 255 | 248 |
| The original cost of the investments is not known. | | | | <u>£108,388</u> | <u>£105,961</u> |

These investments are held to support the endowed funds (note 9), and cannot be expended.
The interest income is available for use each year.

**THE PAROCHIAL CHURCH COUNCIL OF
HARNHAM: ST GEORGE AND ALL SAINTS
NOTES TO THE ACCOUNTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2024**

7. DEBTORS AND PREPAYMENTS

| | 2024 | 2023 |
|--------------------------------|--------------|---------------|
| | £ | £ |
| Gift Aid Income Tax Receivable | 5,305 | 11,960 |
| Hall Rent Receivable | 1,322 | 1,845 |
| Legacies Receivable | - | - |
| Other Debtors | 2,514 | 6,143 |
| Prepaid Expenditure | - | - |
| | <u>9,141</u> | <u>19,948</u> |

8 CREDITORS AND ACCRUALS

| | 2024 | 2023 |
|---|---------------|---------------|
| | £ | £ |
| Amounts due within one year | | |
| Sundry Creditors | 10,273 | 9,907 |
| Photocopier lease repayable this year | 1,870 | 2,499 |
| Accrued Expenditure | 11,417 | 7,456 |
| | <u>23,560</u> | <u>19,862</u> |
| Amounts due after one year | | |
| Photocopier lease creditor repayable over 5 years | <u>4,569</u> | <u>5,146</u> |

Finance leases:

| | 2024 | 2023 |
|---|----------------|----------------|
| | £ | £ |
| The future minimum finance lease payments are as follows: | | |
| Not later than one year | 1,980 | 1,940 |
| Later than one year and not later than five years | 5,901 | 7,437 |
| Total gross payments | <u>7,881</u> | <u>9,377</u> |
| Less: finance charges | <u>(1,442)</u> | <u>(2,338)</u> |
| Carrying amount of liability | <u>6,439</u> | <u>7,039</u> |

The 5 year finance lease on a photocopier was inceptioned on 3 November 2023 and included the lease break costs on two previous photocopiers which were expensed in 2023 at £5,146.
At the end of the lease terms the PCC has no option to purchase the assets.

9. ENDOWED FUNDS

(Funds that provide income but cannot be expended)

| | Balance at 1 January 2024 | Investment Gains | Balance at 31 December 2024 |
|--------------------------------|---------------------------------|---------------------|-----------------------------------|
| | £ | £ | £ |
| St George's Hall Property Fund | 100,000 | - | 100,000 |
| Warre Trust | 85,498 | 1,957 | 87,455 |
| Eckett (Churchyard) Trust | 248 | 7 | 255 |
| Mitchell (Churchyard) Trust | 11,151 | 255 | 11,406 |
| West Harnham Church Hall Fund | 1,085 | 25 | 1,110 |
| | <u>197,982</u> | <u>2,244</u> | <u>200,226</u> |

St George's Hall Property Fund - the land on which the hall was built was bequeathed as a permanent endowment for ecclesiastical purposes. The PCC acts as managing trustees for the hall and field, which are held by the Diocesan Board of Finance as custodian trustees

Warre Trust - income is available for general purposes, while no stipendiary curate is appointed, however the The Diocese has confirmed that this will not be enforced.

Eckett (Churchyard) Trust - income may be used for general purposes, as long as certain graves are maintained.

Mitchell (Churchyard) Trust - income is to be applied to the maintenance of All Saints churchyard.

West Harnham Church Hall Fund - income must be applied to the maintenance of the church hall.

**THE PAROCHIAL CHURCH COUNCIL OF
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NOTES TO THE ACCOUNTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2024**

10. RESTRICTED FUNDS

| (Funds that can only be expended on specified purposes) | Balance at 1 January 2024 £ | Incoming Resources £ | Investment Gains & (Losses) £ | Transferred/ Expended in year £ | Balance at 31 December 2024 £ |
|--|--------------------------------------|----------------------------|--|--|--|
| Churchyard Fund | 3,123 | | 123 | | 3,246 |
| Appeal for both Churches ++ | - | | | | - |
| Friends of Harnham Churches ++ | 28,892 | 2,406 | | (7,653) | 23,645 |
| William Snow Memorial Fund ++ | 6,202 | | | | 6,202 |
| Organ Fund (general) ++ | 3,476 | | | | 3,476 |
| White - All Saints' Organ Fund ++ | 8,555 | - | | (1,112) | 7,443 |
| Pike - St George's Repair Fund ++ | - | | | | - |
| Snelling - All Saints Projects ++ | 16,996 | | | - | 16,996 |
| Harper - St George generally ++ | - | | | | - |
| Wilcockson legacy for the hall ++ | - | | | | - |
| Hall Transformation ++ | 13,699 | 2,138 | | (7,362) | 8,475 |
| St George's Warre Artwork ++ | 4,836 | | | | 4,836 |
| Vicar's Discretionary Fund ++ | 1,957 | | | | 1,957 |
| Flower Funds ** | 264 | | | (74) | 190 |
| Chancel lights ++ | 801 | 425 | | (1,226) | - |
| Cycle racks ++ | 381 | | | (381) | - |
| Youth work ** | 42 | | | (42) | - |
| Endowment income churchyards | - | 528 | | (528) | - |
| Endowment income hall | | 30 | | (30) | - |
| Specific Collections | - | 1,742 | | (1,742) | - |
| Activities surplus released to income ** | - | | | | - |
| | 89,224 | 7,269 | 123 | (20,150) | 76,466 |

++ = Specific donations not yet expended

** = Self financing activities

Churchyard Fund - for the benefit of All Saints. The fund has an endowed investment.

Appeal and Friends - for the repair and improvement of both churches. Both funds were launched during 2005. The stated objects of the Friends Appeal are to fund unplanned repair costs in the churches, take on specific projects for the parish and promote public awareness of the church buildings and their place in the community.

William Snow Memorial Fund - this fund was created by a gift from Mr Snow (now deceased) to install glass doors at All Saints Church but practicalities and costings proved prohibitive and his representatives have directed that other projects will be undertaken from the fund in his memory.

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

| | Unrestricted | Restricted | Endowed | Total |
|---|--------------|---------------|----------------|----------------|
| | £ | £ | £ | £ |
| Freehold property and tangible assets | 5,359 | | 100,000 | 105,359 |
| Fixed Asset Investments | 2,647 | 5,515 | 100,226 | 108,388 |
| Cash | 15,336 | 70,951 | | 86,287 |
| Other net assets/(liabilities) | (18,988) | | | (18,988) |
| Loan to unrestricted from restricted fund | | | | - |
| | 4,353 | 76,466 | 200,226 | 281,046 |