



**Edinburgh: Broughton St. Mary's Parish Church
(Church of Scotland)**

Annual Report

Year to 31 December 2022

Congregation Number 010008

Scottish Charity Number SC 012642

Trustees' Report

Year ended 31 December 2022

The Trustees present their annual report and financial statements of the charity for the year ended 31 December 2022. The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's constitution, the General Assembly Regulations for Congregational Finance, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and Accounting and Reporting by Charities: 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 published on 16 July 2014.

Objectives and activities

The Church of Scotland is Trinitarian in doctrine, Reformed in tradition and Presbyterian in polity. It exists to glorify God and to work for the advancement of Christ's Kingdom throughout the world. As a national church, it acknowledges a distinctive call and duty to bring the ordinances of religion to the people in every parish in Scotland through a territorial ministry. It co-operates with other Churches in various ecumenical bodies in Scotland and beyond. The Church of Scotland is fully committed to working with people of all faiths and no faith.

Broughton St. Mary's provides regular Sunday **worship** at 10.30am every week. A Sunday Club for children of all ages is available every Sunday morning during the latter part of worship. In Lent and Holy Week we have held evening services jointly with Greenside and St Andrew's & St George's West Churches on Ash Wednesday, Maundy Thursday and Good Friday. We have in the past held services for the LGBT community which has a significant presence in our parish. We make our premises available to other congregations and regular public worship is offered by The United Methodist Church (Zimbabwe), The Religious Society of Friends (Quakers), The Assembly of God (Brazilian congregation), The Friends of Mary Duffy (Spiritualists). These services allow us to connect with local people and show how serious we are in our efforts to accept, care for and include the many different communities that exist within our parish. In January 2022 our sanctuary was reopened following a major refurbishment that included redecoration, installation of new lighting and carpeting as well as the creation of a more flexible space allowing greater disabled access. A new audio visual system was installed which is a major improvement on the AV facilities that were previously in used.

The congregation holds various events through the year to engage the wider community of the parish in the work of the Church including coffee mornings and a Christmas Fair. Social events were also be held for the congregation to create a sense of **fellowship** within the Church itself. These have included a ceilidh to celebrate the induction of the minister, Rev Laurene Lafontaine social gatherings in the Garden Room and manse.

In addition to the activities the Church organises to assist in reaching its aims and objectives, there are other bodies that use our premises and hold activities which benefit and enrich the life and profile of the Church. These groups are Messy Church (for children and their parents/carers), Wednesday Club (a group of carpet bowlers and scrabble players), Brownie Guides, and the Rainbow Guides. The Beavers, Cubs and Scouts of the 11th Edinburgh North East Group are sponsored by the Kirk Session and are affiliated to the church and on occasion hold meetings in our premises.

During the past year

The Rev Laurene Lafontaine was inducted as Minister to the congregation and parish by the Presbytery of Edinburgh on 2 December 2021. The congregation had been without a minister following the sudden death of The Rev Peter Macdonald on 12 February 2020.

The Kirk Session's plans to refurbish the church sanctuary and vestibule, along with an upgrade of the electrics, lighting, and audio-visual system were completed in January 2022. The refurbishment by Ashwood Scotland Ltd commenced in April 2021. Monies towards the cost of the proposals were held on the congregation's behalf by the General Trustees of The Church of Scotland. Additional costs were met from congregational resources.

The end of the Covid-19 pandemic and the reopening of the sanctuary following the completion of the refurbishment has resulted in an increased usage of the church building in 2022. Listed below are the groups that used the premises. During the period of the Covid-19 pandemic groups met subject to Scottish Government Tier restrictions. These included professional musicians, essential support services and regulated childcare.

As part of our **service** to others the following charitable and community bodies used the church's premises this year, Drummond Tennis Club, Edinburgh Central Labour Party, Cosmic Indian Dance Group, Meditation Group, Tailor Ed Foundation., City of Edinburgh Council, Broughton & New Town Community Council, Edinburgh & Lothian Regional Equality Council., Friends of King George V Park and Scotland Yard, Broughton History Society, Edinburgh Alba Party, Drummond Civic Association, Broughton Spurtle, St Andrew's & St George's West Church.

We also hosted a number of musical organisations, some of which are charitable bodies: Academy Saxes, No Strings Attached Community Wind Band, Perfect Forth Choir, Wildfire Choir, Alison Stringer Violin Tuition., Scottish Chamber Orchestra & Chorus, Dunedin Consort, Laidback Choir, Seven Hills Chorus, Edinburgh Gay Men's Chorus, Protest in Harmony Choir, Cadenza Choir, Early Music Forum, Children's Piano Recital.

Other groups that have used the premises within the past year; Broughton Health Clinic, Helen O'Grady School of Drama, Smart Cookies After School Club, James Beagon Theatre Workshop, Carlton Wine Club, Ante Natal Classes, Chanan Tej Yoga, Edinburgh College, Edinburgh Museum History Workshop, Bernadette Zyla Art and Movement Classes, Tai Chi Class, Standguide, Edinburgh City Council (Elections), Polish Cultural Event. Beerhive – Wine Tasting, MGA Arts, Comedy Performers, Creative Mornings, Arms & Legs Creative Studio, Portobello Bookshop, Edinburgh International Festival, Edinburgh Scottish Country Dance Group, Scottish Government.

Young people's uniformed organisations: the Rainbows and Brownie Guides met in the building during the year.

Other religious groups that have used the premises include; Assembly of God, Friends of Mary Duffy, Edinburgh, Society of Friends (Quakers), United Methodist Church, First Love Church.

A major user of the premises is The Action Group which caters for adults from the local area with learning difficulties.

Families and individuals from the local community have hired the rooms to hold family gatherings and, birthday parties.

Steps were taken to ensure the church building was safe to receive worshippers when restrictions were lifted to allow buildings to reopen. This involved establishing designated

seating areas to ensure safe distancing, signage requesting observation of safe distancing, provision of hand sanitisers, recording attendance for track and trace purposes. The number of worshippers allowed to attend in the sanctuary in the early part of the year was restricted to 40 persons. This restriction was subsequently lifted by the Scottish Government. We continued to broadcast these services on Zoom in order that those who could not attend could still participate in worship either on the internet or by telephone. In May the church stopped broadcasting services on Zoom and began live-streaming services via You Tube. This has proved very popular with the number of views increasing over the year.

Members of the congregation receive a monthly magazine keeping them up informed of church news. This delivered in paper and electronic form. A weekly newsletter is sent to those on email. Our Pastoral Care team keeps in contact by telephone and visits with members who are particularly vulnerable.

Special occasions also bring other events to the annual cycle of Broughton St Mary's. On Easter Sunday morning we held an Easter celebration in the church and on Zoom at 10.30am. Christmas worship took place; a Watchnight Service held at 11.30 pm on Christmas Eve and a 10.30am family service on Christmas Day. The Watchnight Service was live-streamed on You Tube and a special pre-recorded service for Christmas Day was uploaded to You Tube.

Other significant events during the year were:

- Ash Wednesday on 2nd March (at Greenside Parish Church).
- Maundy Thursday on 14th April (at St Andrew's & St George's West Parish Church)
- Good Friday service on 15th April in the church.
- Christian Aid Service on 15th May (with St Andrew's & St George's West).
- Remembrance Sunday, 13th November. In the church and live- streamed.

Another group that exists to promote **discipleship** in Broughton St Mary's and enable us in our aims to allow people to grow in their faith is a Lenten book study discussion group which is led by the minister. "Messy Church" which provides a different church experience for children of all ages up to 12 years together with their parents/carers. We have continued to develop this opportunity for **evangelism** to children and adults who do not attend church at other times. Messy Church meets monthly except January, February, July and August.

Achievements and performance

The COVID-19 pandemic affected activities at Broughton St Mary's following the introduction of various restrictions to daily life that were introduced by the UK and Scottish Governments in 2021. Prior to the introduction of restrictions our premises were used daily by church, community, and other groups. Following the lifting of restrictions, the majority of users groups returned together with an increased number of new groups that made use of the premises for their activities.

Discipleship: The minister led a weekly book study on "An Altar in the World" by Barbara Brown Taylor during Lent. A Wednesday evening discussion group led by the minister met in a local pub. Members of the congregation take part in the conduct of public worship through reading the Bible, leading prayers. Members of the congregation participate in a Pastoral Care Group which cares for those in our worshipping community. An Online Prayer Group exists and receives requests for prayer.

The Sunday Club caters for children from age 3 years to 14 years. A rota of Sunday Club leaders operates to ensure ministry to children is maintained. The use of a rota enables

leaders to attend worship regularly. The numbers of children regularly attending Sunday Club declined significantly in 2002.

Our acts of **evangelism** and charity continued in the donation of presents for the children of prisoners at HM Prison Edinburgh. There was an excellent response to our request for donations. We have also contributed to the work of the North Edinburgh North West Foodbank by making our premises available to be a foodbank distribution centre. We also supported the foodbank through the donation of foodstuffs collected at our Harvest Thanksgiving service. The congregation has also raised funds for "Young Minds", "Rock Trust" and "Waverley Care".

Work with LGBT people

This work was directed by the LGBT Advisory Group which was established by a decision of the Kirk Session and reported (periodically) to the Kirk Session. The Advisory Group was disbanded during 2018 as it was felt that it had come to a natural end following the departure to other areas of work of some of its members. The minister is an honorary chaplain to students and staff at Edinburgh University who identify as LGBTQ+. Members of the congregation took part in Edinburgh Pride on 25 June alongside members of Augustine United Church. Morning worship on 26 June at Broughton St Mary's was a special service marking Edinburgh Pride Weekend.

Work with children

The church's work with children and young people regularly includes over 200 people with about 40 volunteers preparing and leading the work. This is facilitated by the Kirk Session sponsoring the 11th Edinburgh North East Scout Group, supporting the group financially and giving free access to our facilities when needed. The Scout Group holds activities at Greenside Parish Church. Broughton St Mary's also gives free access to our facilities to the local Rainbows and Brownie Guides and donates an annual grant to assist their work. The church also provides meeting rooms for children's and young people's groups such as Smart Cookies After School Club, Helen O'Grady School of Drama, Strangetown Theatre Group, Cosmic Dance. Broughton Primary School used the church for its Christmas services on 16 December.

New Initiatives

As referred to earlier in the report, a major refurbishment of the church sanctuary and vestibules was undertaken in 2021. The architect for the project was Wham Architecture and the chosen contractor was Ashwood Scotland Ltd. The sanctuary and vestibules have been rewired and redecorated. The cornicing of the sanctuary ceiling was found to be in need of repair and the defective cornicing was replaced. New lighting has been installed along with new heating radiators. The carpeting in the sanctuary has been renewed and the sanctuary floor now has an engineered wood covering. Pews have been removed to create disabled access to the chancel. Additional pews have been removed for an Audio-Visual control booth to be situated under the gallery. The AV system in the church has been substantially upgraded to serve not only the congregation but other building users. The main entrance of the church has been enhanced by a new glass entry door to the vestibule and the original internal vestibule doors have been repositioned to create a more open and accessible vestibule area. External lighting highlighting the façade of the building has been installed. The church organ was dismantled before the refurbishment began and was rebuilt by Michael Macdonald Organ Builders in early 2022.

During the summer the minister hosted social events in the manse and church building as a way of getting to know members.

In November we held a ceilidh to celebrate the induction of Laurene Lafontaine as minister. This was attended by members and friends of the congregation including several Ukrainian refugees who have become adherents of the congregation.

Property

Church: There was ingress of water in the church roof in October 2022. A roof repair was carried out with replacement of missing roof tiles together with maintenance of the gutters. Blacksmith work was carried out to make safe an insecure internal staircase and remedial work was done to external gates.

Repairs to the church boiler were needed at various times during the year. This was in part due to the heating engineer being unable to diagnose the cause of a recurring malfunction.

Manse: A section of the roof of the church manse was repaired; replacement of a broken slate and ridge strap.

Staffing 2 members of church staff left during the year. The Church Administrator, Lindsey Rowlands left in November to go to a new position elsewhere. Since November 2015 Mrs Rowlands oversaw an increase in the usage of the church premises and a subsequent increase in income from room lettings. Chris Dyter, Organist and Director of Music resigned his post in November having made a significant contribution to the musical life of the church since his appointment in March 2015.

Mrs Pravina Campbell has been appointed church administrator on a temporary basis and the position of organist is currently vacant.

Radical Action Plan and Presbytery Plan At its General Assembly in 2019 the Church of Scotland accepted the findings of three reports recommending a reshaping of the Church. As a result, it was agreed in 2021 that the Presbytery of Edinburgh would have to reduce its ministry posts from 78 to 48.5. A plan for the Presbytery of Edinburgh for 2022-2025 has been published and after consideration by presbyters and Kirk Sessions it has been agreed that Broughton St Mary's (BSM) and 2 other congregations, (Greenside and St Andrew's and St George's West (STAGW)) be served by 2 full time ministers of word and sacrament. It was agreed that BSM and Greenside should enter into a Union as part of a Parish Grouping including STAGW. Once the position of STAGW, is clearer, a Deferred Union of the three churches may progress. 1 FTMWS will serve BSM and Greenside and in the shorter term 1 FTMWS will serve STAGW. This will be reviewed when the plans for bringing STAGW into the Union are further advanced.

It is envisaged that the union of BSM and Greenside will take place in the first 6 months of 2023.

All three congregations have met together for joint worship in 2022 and held social events to foster community. Significant services included a Christian Aid Service at which the former Archbishop of York, Dr John Sentamu was the guest preacher, and a joint nativity service.

Financial review

General Fund (unrestricted)

The position of the General Fund is summarised in the table below. 2022 shows a surplus of £6,619 from normal activities (2021: deficit of £12,794). These figures do not include transfers from other funds, refurbishment expenditure, the revaluation of the garage or investment gains and losses.

The main reason for the deficits in 2020 and 2021 was the impact of the Covid-19 pandemic on income generated from room lettings.

Expenses have increased in 2022 mainly due to a depreciation charge of £14,448 on the new audio-visual equipment.

General Fund	2022	change	2021	2020	2019	2018
Donations	34,463	8%	31,883	30,331	35,886	36,173
Investment income	0	-100%	1,054	1,948	1,916	1,421
Telecoms mast rental income	15,438	0%	15,438	15,438	15,438	18,172
Income from letting halls	70,379	165%	26,514	26,610	66,023	58,390
Coffee mornings, fairs etc.	1,774	32%	1,344	783	2,619	2,931
Other income	1,405	-59%	3,414	5,348	1,329	1,249
	<u>123,459</u>	55%	<u>79,647</u>	<u>80,458</u>	<u>123,211</u>	<u>118,336</u>
Expenses	(116,840)	26%	(92,441)	(96,139)	(103,970)	(104,837)
Surplus/(deficit) before revaluations	6,619	-152%	(12,794)	(15,681)	19,241	13,499
Transfer from Endowments	24,000					
Loss on disposal of garage	(71)					
Increase in General Fund	<u>30,548</u>					

Refurbishment Project

Most refurbishment expenditure was accounted for in 2021 and a substantial part of it was funded by transfers from the Consolidated Fabric Fund (detailed at Appendix 1). The garage was sold in February 2022 and the proceeds were used to repay loans taken out to fund the refurbishment.

During 2022, permission was obtained from OSCR to transfer the Endowment Fund to the Fabric Fund. Some of the amount transferred has been used to meet refurbishment expenditure incurred in 2022.

Almost all refurbishment costs incurred in 2022 have been charged to the Fabric Fund. The only notable exception to this is the additional £10,152 expenditure on audio-visual equipment which has been accounted for in the General Fund.

Appendix 2 sets out the total refurbishment costs to date. The net cost after taking account of a grant from the Listed Places of Worship Grant Scheme is £757,943 (up from £709,435 as at 31 December 2021).

As at 31 December 2022, the loans advanced from the General Trustees in 2021 and 2022 had been fully repaid (other than accrued interest).

Fabric Fund (restricted)

During 2022, £100,796 was transferred to the Fabric Fund from the Endowment Fund with the approval of OSCR (2021: income of £2,720 was transferred). There was also £7,896 of income in the Fabric Fund mainly comprising investment return and a grant from the Listed Places of Worship Grant Scheme (2021: income of £184).

Fabric Fund expenditure amounted to £45,966 which included £41,933 on the refurbishment (mainly payments to the main contractor and works on the organ). There was also expenditure on CCTV, boiler repairs and the church roof (2021: expenditure of £8,291 included work on the manse roof and a survey of the garden room roof).

Other restricted funds

The income in the other restricted funds include investment income and £2,000 donated for a memorial to Rev. Peter Macdonald.

The outgoings of the Worship & Witness Fund included £100 donations to each of the Scouts, Rainbows and Brownies and the costs of materials for Messy Church.

Transactions for all of the restricted funds are summarised at note 16 of the accounts.

Investment policy and performance

Our policy is to make all investments through the Church of Scotland Investors Trust ("COSIT"). We hold units in both the Growth Fund and the Income Fund. The Growth Fund is very largely equity-based and is intended for long-term investment. The Income Fund is intended for medium-term investment and aims to provide immediate high income with funds invested predominantly in fixed-interest securities.

During 2021 and 2022 all investments, other than those held in the endowment fund, were sold. During 2022, all the investments held in the endowment funds were transferred to the General and Fabric Funds (and are still held as at 31 December 2022)

As at 31 December 2022, the investments had a market value of £110,629 (2021: £160,511).

We earned investment income of £2,999 during 2022 (2021: £5,263).

Realised and unrealised investment losses of £16,887 have been recognised (2021: gains of £21,408).

Details of the investments held and movements during the year are set out at note 10 to the accounts.

Risk management

Broughton St Mary's faces similar risks to many other parish churches including a congregation which does not reflect the diversity of the parish we serve, limited financial resources and a limited pool of volunteers. The increase in income from letting rooms observed since 2016, has helped alleviate financial pressures from falling donations and increasing expenses.

Until 2018, we lacked the financial resources to tackle either major capital expenditure or to sponsor new parish initiatives to further our Mission. However, the net effect of the sale of the two manses and acquisition of a new manse in 2018 improved our financial position and has allowed us to refurbish the ground floor of the church building including the sanctuary.

The Kirk Session recognised the importance of Stewardship and seek both to encourage our regular donors to increase their donations and to increase the number of regular givers.

More generally, we continue to build and maintain relationships with a diverse range of bodies in our parish. These efforts enlarge and enrich our church community and help to provide a sustainable income through both donations and payment for use of rooms.

Reserves policy

The unrestricted reserves at the end of the financial year amount to £76,090 (2021: £45,542).

It is the normal practice of the Trustees to hold unrestricted reserves equal to at least six months expenditure. The trustees deem it to be prudent to hold reserves of at least that amount as our financial position faces some uncertainties in the coming years. For example, it is not clear for how long the rental agreement with Vodafone, which yields significant income, will continue.

Reserves reduced during 2020 and 2021 due to the impact of Covid-19 on our finances and expenditure on the refurbishment project.

Reorganisations of the restricted and endowment funds were carried out in 2014, 2017 and 2022. These reorganisations have increased unrestricted reserves. It is intended that that these changes should give greater flexibility to allow the Congregation to pursue its Mission more effectively in response to today's needs. The 2022 reorganisation helped to fund the refurbishment.

Excluding endowment funds, the Church held £93,998 (2021: £47,234) of restricted funds which are held for the purposes specified in note 16.

Structure, governance and management

The congregation is a registered charity, number SC 012642 and is administered in accordance with the terms of the Deed of Constitution (Unitary Form) and is subject to the Act and Regulations of the General Assembly of the Church of Scotland.

Members of the Kirk Session are the charity trustees. The Kirk Session members are the elders of the Church and are chosen from those members of the Church who are considered to have appropriate gifts and skills. The Minister, who is a member of the Kirk Session, is elected by the congregation and is inducted by Presbytery.

As a congregation with the Deed of Constitution (Unitary Form) the Kirk Session, as well as being responsible for the spiritual affairs within the Church, also has responsibility for its property and financial affairs. The Kirk Session which meets five times a year, has appointed property and finance teams that report directly to the Kirk Session.

Reference and administrative information

Trustees

Rev L M Lafontaine	Mr D. Cartwright,	Captain R. Smith,
Mrs J. Allan,	Miss D. Chisholm,	Ms E. Theurer,
Mr C. Beck,	Mr J Endicott	Mrs J. Whitfield
Mrs J. Beveridge,	Mrs J. Gault,	
Mr J Blaik,	Mr R.Gibson,*	
Miss M Braby,	Mrs H Miller,	
Mr J Brodie,	Mrs D Munro	
Mrs E Brown,	Mrs B Robertson (formerly	
Mr S Brown,	Nobes),	
Mrs D Buckingham,	Mr G. Rogers,	
Mr I Buckingham,	Mrs P Skrgatic **	

* R Gibson Died 1 September 2022

** P Skrgatic, appointed trustee on 27 January 2022

Principal office bearers

Minister: Rev L M Lafontaine

Session Clerk: Mr I.R. Buckingham

Congregational Treasurer: Mr G. Gray

Principal office and charity reference number

12 Bellevue Crescent, Edinburgh, EH3 6NE

Charity reference number SC012642

Websites

www.bstmchurch.org.uk
www.facebook.com/bstmchurch

Independent examiner

Suzanne Graham FCCA
Hollis Accounting Ltd
3 Melville Crescent, Edinburgh, EH3 7HW

Bankers

Virgin Money,
83 George Street, Edinburgh, EH2 3ES

Trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted accounting Practice).

The law applicable to charities in Scotland requires the charity trustees to prepare financial statements for each year which show a true and fair value of the state of affairs of the charity and of its incoming resources and application of resources, of the charity for that period. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the method and principles of the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operational existence.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities and Trustee (investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). They 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 trustees are responsible for the maintenance and integrity of the charity and financial information on the congregation's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the Trustees and signed on their behalf,

I.R. Buckingham,
Session Clerk

Date: 26 February 2023

Independent Examiner's Report to the Trustees of Edinburgh: Broughton St. Mary's Parish Church (Church of Scotland)

I report on the accounts of the charity for the year ended 31 December 2022 which are set out on pages 13 to 24.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

The charity trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations do not apply. It is my responsibility to examine the accounts as required under section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiners statement

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended). 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 seeks explanations from the trustees 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 view given by the accounts.

Independent examiner's statement

In the course of my examination no matter has come to my attention

- 1) which gives me reasonable cause to believe that in any material respect the requirements:-
 - i) to keep accounting records in accordance with Section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations (as amended), and
 - ii) to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations (as amended) 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.

Suzanne Graham FCCA
Hollis Accounting Ltd
3 Melville Crescent, Edinburgh, EH3 7HW

Date: March 2023

Statement of Financial Activities**Year ended 31 December 2022**

		2022				2021			
		Unrestricted Funds	Restricted Funds	Endowment Funds	Total	Unrestricted Funds	Restricted Funds	Endowment Funds	Total
		£	£	£	£	£	£	£	£
<i>Note</i>									
Income and endowments from:									
Donations and legacies	1	35,678	8,565	0	44,243	64,345	134,962	0	199,307
Charitable activities	2	1,964	0	0	1,964	1,544	0	0	1,544
Other trading activities	3	70,379	0	0	70,379	26,514	0	0	26,514
Investment income	4	0	2,999	0	2,999	1,549	994	2,720	5,263
Other income	5	15,438	32	0	15,470	18,448	400,189	0	418,637
Total income		123,459	11,596	0	135,055	112,400	536,145	2,720	651,265
Expenditure on:									
Raising funds	6	(1,763)	0	0	(1,763)	(1,061)	0	0	(1,061)
Charitable activities	6	(115,077)	(48,741)	0	(163,818)	(295,955)	(546,499)	0	(842,454)
Total expenditure		(116,840)	(48,741)	0	(165,581)	(297,016)	(546,499)	0	(843,515)
Net income / (expenditure) before gains and losses on investments		6,619	(37,145)	0	(30,526)	(184,616)	(10,354)	2,720	(192,250)
Net gains/(losses) on investments	10	0	(16,887)	0	(16,887)	6,259	3,857	11,292	21,408
Revaluation and sale of garage *		(71)	0	0	(71)	55,500	0	0	55,500
Net income / (expenditure)		6,548	(54,032)	0	(47,484)	(122,857)	(6,497)	14,012	(115,342)
Transfers between funds	16	24,000	100,796	(124,796)	0	0	2,720	(2,720)	0
Net movement in funds		30,548	46,764	(124,796)	(47,484)	(122,857)	(3,777)	11,292	(115,342)
Reconciliation of funds:									
Total funds brought forward	16	45,542	47,234	124,796	217,572	168,399	51,011	113,504	332,914
Total funds carried forward		76,090	93,998	0	170,088	45,542	47,234	124,796	217,572

* The garage was revalued as at 31 December 2021 to reflect the expected net proceeds from its sale which completed on 14 February 2022. See note 9.

Balance Sheet**As at 31 December 2022**

	<i>Note</i>	2022			2021		
		£	£	£	£	£	£
Fixed assets							
Tangible assets	9			61,411			141,951
Investments	10			110,629			160,511
				<u>172,040</u>			<u>302,462</u>
Current assets							
Debtors	11	13,486			39,339		
Cash at bank and in hand	12	17,968			89,741		
			31,454			129,080	
Liabilities							
Creditors falling due within one year	13	(33,406)			(128,970)		
Loan repayments due within one year	13		0		(15,414)		
			(33,406)			(144,384)	
Net current assets				(1,952)			(15,304)
Loan							
Loan repayments due after one year	13			0			(69,586)
Net assets				<u>170,088</u>			<u>217,572</u>
The funds of the charity							
Endowment funds	16			0			124,796
Restricted income funds	14, 16			93,998			47,234
Unrestricted income funds	16			76,090			45,542
Total funds				<u>170,088</u>			<u>217,572</u>

The Accounts were approved by the trustees on 26 February 2023 and signed on their behalf by:

G. Gray

Treasurer

I. R. Buckingham

Session Clerk

Accounting policies

The principal accounting policies, which have been applied consistently in the current and preceding year in dealing with items which are considered material to the accounts, are set out below.

Basis of preparation

The accounts (financial statements) have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities accounts (Scotland) Regulations 2006 (as amended). The charity constitutes a public benefit entity as defined by FRS 102.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The financial statements have been prepared on the basis that the Charity is a going concern. The Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Fund accounting

Funds are classified as either restricted funds or unrestricted funds, defined as follows.

Restricted funds are funds subject to specific requirements as to their use which may be declared by the donor or with their authority or created through legal processes, but still within the wider objects of the charity.

Endowment funds are funds which have been given on the condition that the original capital sum is not reduced, but the income there from is used for the purpose defined in accordance with the objects of the charity

Unrestricted funds are expendable at the discretion of the trustees in furtherance of the objects of the charity. If parts of the unrestricted funds are earmarked at the discretion of the trustees for a particular purpose, they are designated as a separate fund. This designation has an administrative purpose only and does not legally restrict the trustees' discretion to apply the fund.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS102) the general volunteer time of congregation members is not recognised.

Accounting policies (continued)

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised as expenditure in the period of receipt.

Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Fixed assets

The charity has the right to occupy and use for its charitable objects certain tangible fixed assets, specifically the Church and the manse at 78 March Road, both vested in the Church of Scotland General Trustees. No consideration is payable for the use of these assets. Expenditure incurred on the repair and maintenance of these assets is charged as expenditure in the Statement of Financial Activities in the period in which the liability arises. Normal expenditure is charged to the General Fund while significant repairs and improvement of fabric, fittings and equipment is met from the Fabric Fund.

All tangible fixed assets costing in excess of £5,000 having a value to the charity greater than one year, other than those acquired for specific purposes, are capitalised. Depreciation is provided on a straight-line basis to write off the cost or initial value, less residual value, of tangible fixed assets over their estimated useful lives:-

Audio visual equipment	5 years
Fixtures, fittings and office equipment	10 years
Musical instruments	20 years

The lock-up was revalued as at 31 December 2021 to reflect the expected net proceeds from its sale which completed in early 2022. No depreciation has been charged against heritable property as the trustees consider that any depreciation would not be material as the asset has a very long useful life

Investments

Fixed asset investments are stated at market value at the balance sheet date. Unrealised gains and losses represent the difference between the market value at the beginning and end of the financial year or, if purchased in the year, the difference between cost and market value at the end of the year. Realised gains and losses represent the difference between the proceeds on disposal and the market value at the start of the year or cost if purchased in the year.

Taxation

Broughton St Mary's Parish Church is recognised as a charity for the purposes of applicable taxation legislation and is therefore not subject to taxation on its charitable activities. The charity is not registered for VAT and expenditure therefore includes irrecoverable input VAT.

Notes forming part of the financial statements
for the year ended 31 December 2022

	2022				2021			
	Unrestricted Funds	Restricted Funds	Endowment Funds	Total	Unrestricted Funds	Restricted Funds	Endowment Funds	Total
	£	£	£	£	£	£	£	£
1. Donations and legacies								
Freewill offerings	3,336	0	0	3,336	3,587	0	0	3,587
Gift Aided and GAYE offerings	22,524	0	0	22,524	19,297	5,200	0	24,497
Other donations	2,101	2,775	0	4,876	1,188	37,573	0	38,761
Gift Aid tax recoverable	6,502	500	0	7,002	5,501	1,300	0	6,801
National Giving Day	0	0	0	0	2,310	0	0	2,310
Listed places of worship grant scheme	0	5,269	0	5,269	32,258	90,889	0	123,147
Congregational organisations	500	0	0	500	0	0	0	0
Legacies	0	0	0	0	0	0	0	0
Other	715	21	0	736	204	0	0	204
	<u>35,678</u>	<u>8,565</u>	<u>0</u>	<u>44,243</u>	<u>64,345</u>	<u>134,962</u>	<u>0</u>	<u>199,307</u>
2. Income from charitable activities								
Weddings and funerals	190	0	0	190	200	0	0	200
Coffee mornings, fairs etc.	1,774	0	0	1,774	1,344	0	0	1,344
	<u>1,964</u>	<u>0</u>	<u>0</u>	<u>1,964</u>	<u>1,544</u>	<u>0</u>	<u>0</u>	<u>1,544</u>
3. Income from other trading activities								
Income from letting church halls/rooms	70,379	0	0	70,379	26,514	0	0	26,514
	<u>70,379</u>	<u>0</u>	<u>0</u>	<u>70,379</u>	<u>26,514</u>	<u>0</u>	<u>0</u>	<u>26,514</u>
4. Investment income								
Deposit interest	0	0	0	0	25	4	0	29
Interest and dividends from investments	0	2,999	0	2,999	1,524	990	2,720	5,234
	<u>0</u>	<u>2,999</u>	<u>0</u>	<u>2,999</u>	<u>1,549</u>	<u>994</u>	<u>2,720</u>	<u>5,263</u>
5 Other income								
Transfers: General Trustees *	15,438	0	0	15,438	15,438	0	0	15,438
Transfers: Consolidated Fabric Fund *	0	32	0	32	0	400,189	0	400,189
Job Retention Scheme Grant	0	0	0	0	3,010	0	0	3,010
	<u>15,438</u>	<u>32</u>	<u>0</u>	<u>15,470</u>	<u>18,448</u>	<u>400,189</u>	<u>0</u>	<u>418,637</u>

* Details of these transfers are given at appendix 1.

Notes forming part of the financial statements (continued)
for the year ended 31 December 2022

	2022				2021			
	Unrestricted Funds	Restricted Funds	Endowment Funds	Total	Unrestricted Funds	Restricted Funds	Endowment Funds	Total
	£	£	£	£	£	£	£	£
6. Analysis of expenditure								
Raising funds								
Offering envelopes	(72)	0	0	(72)	(71)	0	0	(71)
Interest payable	(1,691)	0	0	(1,691)	(990)	0	0	(990)
	<u>(1,763)</u>	<u>0</u>	<u>0</u>	<u>(1,763)</u>	<u>(1,061)</u>	<u>0</u>	<u>0</u>	<u>(1,061)</u>
Charitable activities								
Ministries and Mission Allocation*	(46,498)	0	0	(46,498)	(36,863)	0	0	(36,863)
Presbytery dues	(1,615)	0	0	(1,615)	(1,117)	0	0	(1,117)
Minister's and manse expenses	(4,031)	0	0	(4,031)	(6,338)	(2,048)	0	(8,386)
Staff costs and fees	(18,723)	0	0	(18,723)	(15,761)	0	0	(15,761)
Locum fees and pulpit supply	(180)	0	0	(180)	(2,700)	0	0	(2,700)
Fabric repairs and maintenance	(4,004)	(4,034)	0	(8,038)	(3,466)	(8,291)	0	(11,757)
Refurbishment costs	0	(42,358)	0	(42,358)	(203,585)	(535,151)	0	(738,736)
Cleaning	(4,945)	0	0	(4,945)	(5,586)	0	0	(5,586)
Buildings insurance	(6,933)	0	0	(6,933)	(6,732)	0	0	(6,732)
Energy and other occupancy costs	(7,001)	0	0	(7,001)	(8,929)	0	0	(8,929)
Church office expenses	(1,857)	0	0	(1,857)	(581)	0	0	(581)
Organ and music	(812)	0	0	(812)	(326)	0	0	(326)
Communication and outreach	0	0	0	0	(643)	0	0	(643)
Depreciation of audio visual equipment	(14,448)	0	0	(14,448)	0	0	0	0
Audit/examination fee	(1,080)	0	0	(1,080)	(1,500)	0	0	(1,500)
Other expenses	(2,950)	(2,349)	0	(5,299)	(1,828)	(1,009)	0	(2,837)
	<u>(115,077)</u>	<u>(48,741)</u>	<u>0</u>	<u>(163,818)</u>	<u>(295,955)</u>	<u>(546,499)</u>	<u>0</u>	<u>(842,454)</u>
Total	<u><u>(116,840)</u></u>	<u><u>(48,741)</u></u>	<u><u>0</u></u>	<u><u>(165,581)</u></u>	<u><u>(297,016)</u></u>	<u><u>(546,499)</u></u>	<u><u>0</u></u>	<u><u>(843,515)</u></u>

The Ministries and Mission Allocation is net of Consolidated Stipend Fund Income of £3,291 (2021: £1,903).

Support costs have not been separately identified as the trustees consider that there is only one charitable activity. Therefore, support costs relate wholly to that activity.

	2022 £	2021 £
7. Staff costs and numbers		
Salaries and fees	18,232	15,270
Employer's pension costs	491	491
Social security costs	0	0
	<u>18,723</u>	<u>15,761</u>
<u>The average number of employees during the year was as follows:</u>	Number	Number
Ministerial support and administration	1	1
Music staff (including self-employed organist)	1	1
Self-employed cleaner	1	1

All Church of Scotland congregations contribute to the National Stipend Fund which bears the costs of all ministers' stipends and employer's contributions for national insurance, pension and housing and loan fund. Ministers' stipends are paid in accordance with the national stipend scale, which is related to years of service. For the year under review the minimum stipend was £28,700 and the maximum stipend (in the tenth and subsequent years) £35,269.

No employee had employee benefits in excess of £60,000 (2021: none).

Notes forming part of the financial statements (continued)
for the year ended 31 December 2022

8. Trustee remuneration and related party transactions

During 2022 Council Tax of £2,602 was paid in respect of the manse at March Road (2021: £2,219). During 2022, £1,264 was spent on the Minister's removal expenses, disturbance allowance, travel expenses and office expenses (2021: £4,726). In 2021, £500 was paid for furniture and appliances left in the Manse by the former Minister. No other trustee was paid during 2021 or 2022.

Use was made of the garage at Inverleith Terrace Lane by a Trustee prior to its disposal (and no payment was requested).

During the year, a total of £11,942 (2021: £45,059) was donated to the congregation by trustees.

9. Tangible fixed assets

	2022				
	Audio visual	Musical Instruments	Furniture	Buildings	Total
<u>Cost or valuation</u>					
At start of year	62,086	4,312	5,284	75,500	147,182
Additions / (disposals)	10,152	0	0	(75,429)	(65,277)
Revaluation	0	0	0	(71)	(71)
At end of year	72,238	4,312	5,284	0	81,834
<u>Accumulated depreciation</u>					
At start of year	0	(2,591)	(2,640)	0	(5,231)
Charge for year	(14,448)	(216)	(528)	0	(15,192)
At end of year	(14,448)	(2,807)	(3,168)	0	(20,423)
<u>Net book value</u>					
At start of year	62,086	1,721	2,644	75,500	141,951
At end of year	57,790	1,505	2,116	0	61,411

	2021				
	Audio visual	Musical Instruments	Furniture	Buildings	Total
<u>Cost or valuation</u>					
At start of year	0	4,312	5,284	20,000	29,596
Additions	62,086	0	0	0	62,086
Revaluation	0	0	0	55,500	55,500
At end of year	62,086	4,312	5,284	75,500	147,182
<u>Accumulated depreciation</u>					
At start of year	0	(2,375)	(2,112)	0	(4,487)
Charge for year	0	(216)	(528)	0	(744)
At end of year	0	(2,591)	(2,640)	0	(5,231)
<u>Net book value</u>					
At start of year	0	1,937	3,172	20,000	25,109
At end of year	62,086	1,721	2,644	75,500	141,951

The audio visual equipment was acquired in 2021 and 2022 as part of the refurbishment of the building.

The musical instruments comprise two pianos acquired during 2010.

The furniture comprises chairs for use in the garden room which were acquired during 2017.

The buildings comprised a lock-up Garage at 5c Inverleith Terrace Lane, Edinburgh EH3 5NP. The garage was sold on 14 February 2022. It was revalued as at 31 December 2021 to reflect the expected net proceeds from the sale.

Other tangible fixed assets owned by the charity were acquired more than 10 years ago and are regarded as fully depreciated.

Notes forming part of the financial statements (continued)
for the year ended 31 December 2022

	2022	2021
	£	£
10. Investments		
Market value at previous 31 December	160,511	253,991
Disposal proceeds	(32,995)	(114,888)
Gain/(loss) on revaluation of investments	(16,887)	21,408
Market value at 31 December	<u>110,629</u>	<u>160,511</u>
<u>The following investments are held:</u>		
Church of Scotland Investors Trust:		
Growth Fund: 17,397 units (2020: 23,310 units)	93,944	140,793
Income Fund: 1,580 units (2021: 21,580 units)	16,685	19,718
Market value at 31 December	<u>110,629</u>	<u>160,511</u>
Investments at cost	<u>79,128</u>	<u>99,648</u>
11. Debtors		
Gift Aid tax refund due	2,074	2,874
Other debtors	11,412	36,465
	<u>13,486</u>	<u>39,339</u>
12. Cash		
Current accounts	17,968	89,741
	<u>17,968</u>	<u>89,741</u>
13. Creditors and borrowings		
Creditors		
Rental income transferred from General Trustees in advance	10,292	10,292
Accrued refurbishment expenditure	17,047	112,443
Accrued loan interest	2,681	990
Accrued expenses and other creditors	3,386	5,245
	<u>33,406</u>	<u>128,970</u>
Borrowings		
Repayments falling due within 1 year	0	15,414
Repayments falling due after 1 year	0	69,586
	<u>0</u>	<u>85,000</u>

The loan was from the General Trustees and bore interest at 5%. It was repayable over 5 years but was repaid early. As at 31 December 2022 only amounts representing interest had not been repaid.

Notes forming part of the financial statements (continued)
for the year ended 31 December 2022

14. Analysis of net assets between funds

	2022				
	Undesignated General	Designated Legacy £	Restricted £	Endowment £	Total £
Fixed assets	61,411	0	0	0	61,411
Investments	30,976	0	79,653	0	110,629
Current assets	17,109	0	14,345	0	31,454
Current liabilities	(33,406)	0	0	0	(33,406)
Loan	0	0	0	0	0
Net assets at 31 December 2022	76,090	0	93,998	0	170,088

	2021				
	Undesignated General	Designated Legacy £	Restricted £	Endowment £	Total £
Fixed assets	141,951	0	0	0	141,951
Investments	0	0	35,715	124,796	160,511
Current assets	117,561	0	11,519	0	129,080
Current liabilities	(128,970)	0	0	0	(128,970)
Loan	(85,000)	0	0	0	(85,000)
Net assets at 31 December 2021	45,542	0	47,234	124,796	217,572

15. Volunteers

In common with all congregations of the Church of Scotland, the congregation benefits from the contribution made by volunteers who give their time and talents willingly for the benefit of the Church. The areas of congregational life which rely on the contribution of volunteers are many and varied and much of the activity would be unable to continue were it not for the commitment shown.

Notes forming part of the financial statements (continued)
for the year ended 31 December 2022

16. Movement in funds

2022						
	Opening balance	Income	Revaluation gains/ (losses)	Expenditure	Transfers	Closing balance
	£	£	£	£	£	£
Endowment funds						
A.G. Bryson Memorial and other						
Fabric Fund Legacies	124,796	0	0	0	(124,796)	0
	124,796	0	0	0	(124,796)	0
Restricted funds						
Fabric Fund	4,766	7,896	(14,441)	(45,966)	100,796	53,051
Fellowship & Service Fund	21,545	189	(1,241)	(522)	0	19,971
Sunday Club Fund	794	300	(46)	(117)	0	931
Ministerial Support Fund	2,454	21	(141)	(363)	0	1,971
Worship & Witness Fund	17,675	265	(1,018)	(1,347)	0	15,575
Refurbishment Fund	0	425	0	(426)	0	(1)
Small Grants and Special Purposes Fund	0	2,500	0	0	0	2,500
	47,234	11,596	(16,887)	(48,741)	100,796	93,998
Unrestricted funds						
Legacy Fund	0	0	0	0	0	0
General Fund	45,542	123,459	(71)	(116,840)	24,000	76,090
	45,542	123,459	(71)	(116,840)	24,000	76,090
Total funds	217,572	135,055	(16,958)	(165,581)	0	170,088

2021						
	Opening balance	Income	Revaluation gains/ (losses)	Expenditure	Transfers	Closing balance
	£	£	£	£	£	£
Endowment funds						
A.G. Bryson Memorial and other						
Fabric Fund Legacies	113,504	2,720	11,292	0	(2,720)	124,796
	113,504	2,720	11,292	0	(2,720)	124,796
Restricted funds						
Fabric Fund	9,439	184	714	(8,291)	2,720	4,766
Fellowship & Service Fund	19,701	384	1,490	(30)	0	21,545
Sunday Club Fund	812	16	61	(95)	0	794
Ministerial Support Fund	4,111	80	311	(2,048)	0	2,454
Worship & Witness Fund	16,948	330	1,281	(884)	0	17,675
Refurbishment Fund	0	535,151	0	(535,151)	0	0
Small Grants and Special Purposes Fund	0	0	0	0	0	0
	51,011	536,145	3,857	(546,499)	2,720	47,234
Unrestricted funds						
Legacy Fund	36,012	495	2,523	(39,030)	0	0
General Fund	132,387	111,905	59,236	(257,986)	0	45,542
	168,399	112,400	61,759	(297,016)	0	45,542
Total funds	332,914	651,265	76,908	(843,515)	0	217,572

Notes forming part of the financial statements (continued)
for the year ended 31 December 2022

16. Movement in funds (continued)

Purposes of endowment funds

The income from the endowments was to be used for the maintenance of the fabric of the congregational properties and for the maintenance of fixtures, fittings and equipment installed in the congregational properties. The fund incorporated the A.G. Bryson Memorial and Miss M. Sim Memorial Funds. All of the income was transferred annually to the Fabric Fund.

An application was made to OSCR to make the capital of the fund available for fabric expenditure. During 2022 approval was granted and the capital was transferred, in part, to the General Fund to offset refurbishment costs which had been accrued but not yet paid and also the costs of the audio visual equipment. This amounted to £24,000. The balance of £100,796 was transferred to the Fabric Fund.

Purposes of restricted funds

Fabric Fund: This fund is designated to meet the costs of non-routine repairs and improvement of fabric, fittings and equipment used in the congregational properties. Since 2011, this fund has been regarded as a restricted fund rather than a designated fund as the fund's income is substantially all from donations or endowment income which are specified as being for fabric purposes.

Fellowship and Service Fund: This fund was previously referred to as the Social Care, Fellowship and Benevolent Fund. Its purpose was generalised during 2014 and further modified in 2017. This fund is to support Christian fellowship and community wellbeing. This fund may be used, for example, to support our work with groups such as the Scouts or the Food Bank, pay for Christmas parties for the elderly or send flowers to those who have suffered bereavement. It will also be used to provide financial assistance to those in need. The fund incorporates the following funds:-

Sutherland Bequest	J Sommerville Bequest
Callendar Bequest	Neill & Davidson Bequests
Congregation Benevolent Legacies	Braidwood Bequest
James Kirkhope Bequest	Broughton Lady Visitors Fund
Ann Padon Bequest	Dorcas Society Fund

Sunday Club Fund: This fund is used for the provision of resources to enable the Sunday Club to meet the objectives that have been set by the Kirk Session.

Ministerial Support Fund: This is a fund established to provide, at the discretion of the Kirk Session, 'additional financial support to the minister. This fund incorporates the Lawrence S. Miller Memorial Fund.

Worship and Witness Fund: This fund was previously referred to as the Mission and Worship Fund. Its purpose was generalised in 2017. The purpose of this fund is to support Christian worship, outreach and Mission in the parish or beyond. This fund may be used, for example, to provide materials for use in worship, purchase bibles and study materials, provide worship opportunities for new groups of people, support inter-faith events, support chaplaincy work or pursue the Christian message in non-traditional setting such as through Messy Church. The fund incorporates the following funds.

Dr G. S. Gunn Bequest	Canongate Fund
Mrs A.C.M Lawrence Trust Funds	Rutherford Bequest
Bryson Trust Fund	Miss Jack Legacy

Refurbishment Fund: This fund records transfers from the Consolidated Fabric Fund (see appendix 1) and other income in connection with the refurbishment of the sanctuary and the related expenditure. Income and expenditure are matched so there is no opening or closing balance.

Small Grants and Special Purposes Fund: This fund records small grants from Presbytery of Edinburgh or other parties intended to cover specific items of expenditure and the related expenditure. Income and expenditure are generally matched so there is ordinarily no opening or closing balance. At year end 2022, the balance of £2,500 represents money donated to fund a memorial for Rev P. Macdonald.

Purposes of unrestricted funds

Legacy Fund: The legacy fund represents unrestricted legacies. The whole balance in the fund was spent on the refurbishment during 2021.

Notes forming part of the financial statements (continued)
for the year ended 31 December 2022

17. Collections for third parties

The following special collections were received and distributed during the year (or immediately after the year end).

	2022	2021
	£	£
Christian Aid	603	103
Waverley Care	293	0
Rev. Bill Taylor	0	525
Rev. Sam Torrens	0	240
Rev. Laurene Lafontaine	0	408
Rock Trust	300	0
The Yard	174	0
Young Minds	257	0
	<u>1,626</u>	<u>1,276</u>

**Appendix 1: Consolidated Fabric Funds ("CFF") held on behalf of the Congregation
by the Church of Scotland General Trustees**

	<i>CFF Capital Account</i> 550100082	<i>CFF Revenue Account</i> 500100081	<i>CFF Temporary Accounts</i>			<i>Total</i>
			<i>Deposit</i> 850100081	<i>Income Fund</i> 660100086	<i>Growth Fund</i> 660100085	
	£	£	£	£	£	£
Balance at 31 December 2020 (at cost)	3,714	6,601	77,403	200,001	100,002	387,720
<u><i>Investment income and gains</i></u>						
Revenue interest		36	66			101
Income Fund dividends		3,292				3,292
Gains on disposal	2,006			3,292	3,810	9,107
Transfer between accounts	-5,720		312,824	-203,293	-103,812	0
<u><i>Telecoms mast income</i></u>						
Net rental income from telecoms mast			15,438			15,438
Rental income remitted to Congregation			-15,438			-15,438
<u><i>Refurbishment expenditure</i></u>						
Transfers to meet refurbishment costs		-9,899	-390,291			-400,189
Balance at 31 December 2021	0	30	2	0	0	32
<u><i>Investment income and gains</i></u>						
Revenue interest		15				15
<u><i>Telecoms mast income</i></u>						
Net rental income from telecoms mast		15,438				15,438
Rental income remitted to Congregation		-15,438				-15,438
<u><i>Admin cost</i></u>		-1,004				-1,004
<u><i>Refurbishment expenditure</i></u>						
Transfers to meet refurbishment costs		-30	-2			-32
Balance at 31 December 2022	0	-989	-0	0	0	-989

Notes

The value of the Temporary Accounts increased by £397,746 during 2018 being the net proceeds from the sale of former manse at 103 East Claremont St and 1 Ravelston Terrace less the purchase price of a new manse at 78 March Road.

During 2020 and 2021 all funds held in the Consolidated Fabric Fund were applied to the refurbishment project leaving a nil balance.

Appendix 2: Refurbishment of sanctuary and repairs to the tower**Summary of project costs to date**

The following sums had been expended or accrued as at 31 December 2022.

These costs relate to the refurbishment of the sanctuary and vestibules and also to external works on the tower. A description of the works was given at pages 5 and 6 of the 2021 Annual Report under the headings "New Initiatives" and "Property".

	to 2021	2022	Total
Main contract	568,228	20,784	589,012
VAT thereon	113,646	4,157	117,802
	<u>681,874</u>	<u>24,941</u>	<u>706,814</u>
Architect's fees	49,912		49,912
Quantity Surveyor's fees	12,440		12,440
Engineer's fees	8,142	2,424	10,566
Organ		13,100	13,100
Other costs	17,138	1,893	19,032
	<u>769,506</u>	<u>42,358</u>	<u>811,864</u>
Loan interest	990	1,691	2,681
Audio visual equipment	62,086	10,152	72,238
Total outgoings	832,582	54,201	886,783
VAT refund from the Listed Places of Worship Grant Scheme	(123,147)	(5,269)	(128,416)
Net cost of project	709,435	48,932	758,367

The audio-visual equipment has been recorded as an asset in our accounts because it is owned locally.

All other project costs are treated as expenses as the building is owned by the General Trustees and is not included on our balance sheet.

Shortfall in income

The income and above outgoings have been accounted for in the General, Legacy, Fabric and Refurbishment Funds as shown below:-

	Note	Total	2022			2021			2020
			General	Fabric	Refurb	General	Legacy	Refurb	Refurb
Income									
Transfer from consolidated fabric fund	5	430,991			32			400,189	30,770
Donations	1	44,465			393			44,072	
LPWGS	1	128,416	0	5,269		32,258		90,889	
Total income		603,872	0	5,269	425	32,258	0	535,150	30,770
Expenses									
Loan Interest	6	(2,681)	(1,691)			(990)			
Refurbishment expenditure	6	(811,864)		(41,933)	(425)	(164,555)	(39,030)	(535,151)	(30,770)
Asset purchases									
Acquisition of audio visual equipment	9	(72,238)	(10,152)			(62,086)			
Total outgoings		(886,783)	(11,843)	(41,933)	(425)	(227,631)	(39,030)	(535,151)	(30,770)
Shortfall in income		(282,911)	(11,843)	(36,664)	(0)	(195,373)	(39,030)	(1)	(0)