

Southborough Team Ministry - 2018 Accounts Commentary

Please email any questions on PCC finances to pcctreasurer50@gmail.com. Many thanks.

Overview

2018:

£	Unrestricted Income	Restricted Income	Total Income	Unrestricted Expense	Restricted Expense	Total Expense	Net Income	Inter team transfer	Net Movement in Funds
Christ Church	120,918	5,877	126,795	(102,935)	-	(102,935)	23,860		
St Lawrence	63,565	94,382	157,947	(61,425)	(27,830)	(89,255)	68,692		
St Matthew	175,001	-	175,001	(172,397)	-	(172,397)	2,604		
St Peter	47,300	-	47,300	(41,004)	-	(41,004)	6,296		
Team	6,297	-	6,297	(16,781)	-	(16,781)	(10,484)		
TOTAL	413,081	100,259	513,340	(394,542)	(27,830)	(422,372)	90,968		

Inter team transfers no longer take place as the Parish Share is paid directly by each DCC rather than via the TEAM ledger.

2017:

£	Unrestricted Income	Restricted Income	Total Income	Unrestricted Expense	Restricted Expense	Total Expense	Net Income	Inter team transfer	Net Movement in Funds
Christ Church	110,348	15,814	126,162	(62,657)	(122,901)	(185,558)	(59,396)	(48,204)	(107,600)
St Lawrence	63,233	195,150	258,383	(13,939)	(10,201)	(24,140)	234,243	(49,501)	184,742
St Matthew	172,704	-	172,704	(105,647)	-	(105,647)	67,057	(66,325)	732
St Peter	53,466	-	53,466	(20,322)	-	(20,322)	33,144	(31,932)	1,212
Team	7,750	-	7,750	(200,470)	-	(200,470)	(192,720)	195,962	3,242
TOTAL	407,501	210,964	618,465	(403,035)	(133,102)	(536,137)	82,328	-	82,328

The accounts are presented for the PCC's approval. During the year ended 2018 the PCC recorded a surplus of £90,968 (2017: surplus of £82,328) on day to day activities and fundraising*. Total income decreased by £105,125 year on year to £513,340 (2017: increased by £159,646 to £618,465). Total costs decreased by £113,765 to £422,372 (2017: decreased by £35,085 to 536,137).

The main drivers of the movements in revenue and cost figures are:

- 2017 contains £195,150 of revenue raised by St Lawrence for Project 800, and £15,814 of revenue raised by Christ Church for it's building project. The equivalent figures for 2018 are £94,382 and £5,877.
- If these amounts are stripped out of both income figures the change is an increase in revenue of £5,580.
- Similarly, the decrease in costs is driven by a 2017 containing a large amount of expenditure on the Christ Church building project. If this and other restricted expense items are removed the year on year change is a reduction in expense of £8,493.

- If income and costs relating to building projects are removed from the current year figures there is a surplus of £18,539 (2017: 4,466)

The PCC has retained reserves of £1,024,563 as at 31 December 2018 (2017: 938,020), with approximately £896k of cash or other highly liquid assets. This is a sound financial position. The performance of individual churches is discussed below.

Christ Church

Christ Church has reported a significant improvement in its year on year figures. If restricted income is removed, a surplus of £17,983 is reported versus a deficit of £513 in 2017. The movement is equally attributable to both income and expenses. Unrestricted income has risen by £10,570, whilst unrestricted expenses have reduced by £7,926.

St Lawrence

If Project 800 figures are removed, there has been minimal variance in St Lawrence's year on year income and expenses. Income has increased a fraction (£332), as have expenses (£998). The net result of this is a small annual surplus of £1,123 (2017: deficit of £207).

St Matthews

As with St Lawrence, St Matthew's year on year figures are also consistent. Income has increased by £2,297, and expenses have increased by £425. Overall a small surplus of £2,604 is reported (2017: surplus of 732)

St Peters

St Peter's has reported an improvement in its year on year figures. Whilst revenue has fallen by £6,166 (2017 had a gift day whereas this was not needed in 2018), costs have decreased by £11,250. The overall surplus is £6,296 (2017 surplus of £1,212).

Reserves

Our reserves remain healthy. Discounting fixed and restricted assets the PCC has sufficient reserves for over 6 months expense as is our policy (see note 17).

Jolyon Head - PCC Treasurer

*this is the deficit excluding revaluation of investments and depreciation, the exclusion of which gives a fairer picture of the financial performance of the PCC.