

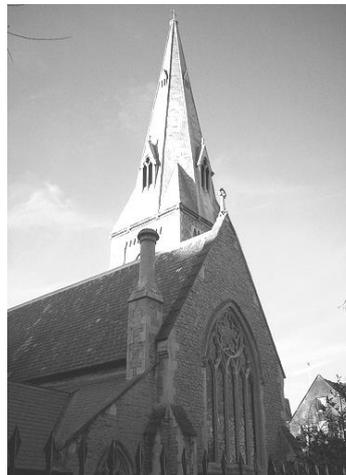
# Annual Report and Financial Statements of The Parochial Church Council of St Mary Abbots with Christ Church and St Philip, Kensington for the year ended 31 December 2016

## INTRODUCTION

We present the Annual Report of the Proceedings of the Parochial Church Council of St Mary Abbots with Christ Church and St Philip, Kensington, and the activities of the parish for the year 2016, as required under Rule 9 of the Church Representation Rules.



**St Mary Abbots (“SMA”)**,  
situated at the junction of  
Kensington High Street and  
Kensington Church Street.



**Christ Church (“CC”)**  
is situated in Victoria Road



**St Philip (“SP”)**  
is on the junction of Earls Court  
Road and Stratford Road.

The Annual Reports and Financial Statements of St Mary Abbots, Christ Church and St Philip are incorporated into this report by reference. Copies of those reports will be available at the Annual Parochial Church Meeting, and also by application to the Parish Office.

The Appendix to this report contains certain reference information, some of which is required to be included by law.

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*The Revd Prebendary Gillean Craig, Vicar and Chairman*  
*Approved by the Parochial Church Council of St Mary Abbots on 29 March 2017*

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### **A. CHAIRMAN'S REPORT including:**

#### **Objectives and Activities; Achievements and Performance; & Plans for Future Periods**

I am delighted to offer my final Chairman's report for the Parish of St Mary Abbots with Christ Church and St Philips's Kensington.

In the summer we were sorry to bid farewell to Father David Walsh who has been Associate Vicar with Special Responsibility for St Philip's for the last ten years. In that time he has helped that church grow in every aspect of its ministry and witness, from a church which the Diocese had seriously considered closing a few years previously, to a centre of worship, mission and care thriving to such an extent that it has now become once again an independent parish. I have seen with admiration the way he has harnessed the talents and abilities of the lay people who have loyally kept St Philip's afloat in the dark days and encouraged many new worshipers to take the roles of responsibility and leadership. In all this he has been greatly helped by the support of Lesley Perry and, later, by Ije Ajibade. So successful was he in the ministry at St Philip's that the Bishop appointed him Area Dean for Kensington and he has held post with equal energy and distinction. So great is the Bishop's confidence in the Associate Vicars of our parish that on David's departure he appointed Mark O'Donoghue at Christ Church as his successor in the role of Area Dean, for which we wish him every success. David has gone to be Vicar of Kettering Parish Church and several of us were privileged to be present at his Induction there in September.

The great project for 2016 for our parish has been its dismemberment. I am delighted to pay tribute to my colleagues, clerical and lay, who have worked with me and the Diocesan authorities and the Church Commissioners to achieve this unanimously longed-for aim. While meeting the expected hitches and problems along the way we were able to overcome them and resolve them so that this parish ceased to exist on the stroke of midnight on 31 December 2016. From 1 January 2017 we are succeeded by three new parishes: St Mary Abbots, now infinitely smaller in geographical area than at any time in its 1,000 year history; St Philip's Earls Court Road, now restored to its status as a parish church and eagerly awaiting a

new incumbent; and Christ Church, a parish church for the first time in its 185 year history. But we have not said an absolute farewell to each other. Our three new parishes remain united in the bond of constituting the Central Kensington Group Ministry, committed to working together collaboratively on issues of mutual outreach, mission and pastoral concern.

As we bid farewell to the former parish we pray for God's blessing on our three new parishes and our group ministry together.

*Gillean Craig*

## **B. PARISH ELECTORAL ROLL OFFICER'S REPORT**

*Sally Bessada*

All three churches within the parish administer their rolls independently (St Philips' church from 2009, and Christ Church from 2012), and the data is consolidated for the creation of this report.

<u>Amalgamated Figures as at 31 December 2016</u>	<b>2016</b>	2015	2014	2013	2012	2011
Electoral Roll for St. Mary Abbots Church	<b>446</b>	444	411	373	456	461
Electoral Roll for Christ Church	<b>303</b>	274	245	198	227	196
Electoral Roll for St Philip's Church	<b>136</b>	128	122	126	99	124
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Full Parish Electoral Roll	<b>885</b>	846	778	697	782	780

The Roll does not, of course, include the many children who regularly attend our three Sunday schools.

The total of our combined roll, being the largest it has ever been, illustrates that our Parish is in excellent shape to undertake the forthcoming split into three separate parish churches.

We anticipate that over the year there may be some movement between the three church rolls.

Please see the three churches separate annual reports for a more detailed analysis of their rolls.

## **C. HON. SECRETARY'S REPORT**

*Ben Pilling*

This is the final annual report from the Hon. Secretary of the PCC of St Mary Abbots with Christ Church and St Philip: a parish which was created under a Pastoral Scheme in early 2006 and ceased to exist in that form as a result of another Pastoral Scheme as from 1 January 2017. In a technical sense the parish still exists, but it is now the parish of St Mary Abbots, Kensington. Similarly the PCC still exists, but it is the PCC of the parish of St Mary Abbots, Kensington. Two entirely new parishes came into existence on 1 January 2017: the parish of Christ Church, Kensington, and the parish of St Philip's, Earl's Court Road. Each of those parishes has their own PCC.

Therefore, for the very last time I remind readers that under the (now disbanded) arrangements for our parish in its former incarnation, much of the work conventionally carried out by a PCC was delegated to our three churches' committees. The PCC had an oversight role, and dealt with issues which either affected the parish as a whole, or which were not permitted to be delegated (such as the production of an Annual Report and approval of the financial statements).

During the course of 2016 the PCC met four times and the Standing Committee met once, although members and officers provided *ad hoc* assistance to the Vicar and clergy between those meetings.

The most substantive issue discussed by the PCC continued to be the future of the parish. The shared vision of separating the parish into three parishes was achieved during the course of the year, and with the close of the calendar year the old parish came to an end. The process was not without its hiccoughs, but these

were overcome through compromise and with good humour. One notable victory was achieved in the process (a victory over the Diocese, if it is not too disloyal to put it in those terms), namely persuading the Diocese that St Philip's should enjoy the status of a "parish church", rather than a "parish centre of worship", which is what the Diocese had proposed.

On more routine matters, as well as approving the annual report and financial statements for last year's APCM:

- The PCC adopted an updated safeguarding policy.
- The PCC considered and adopted a Risk Register which covered risks to which the parish as a whole was exposed. (Each of our churches managed "local" risks through their own Church Committee.)
- Ben Pilling was reappointed data protection officer. Alexandra Zhu was reappointed as the Children's Champion. Samantha Giles was reappointed as the Safeguarding Officer. Sally Bessada was reappointed as Electoral Roll Officer.
- The PCC approved various proposals and applications for faculties which the church committees wished to make.
- The PCC received regular reports from each church as to legal, financial, fabric, ministry and mission matters.

Although all three churches concluded that the time was right to separate and become three separate parishes, it is worth recording that the PCC has provided a forum in which members of the three churches have met, got to know each other, benefitted from each other's experience and learned from each other's mistakes. Although the agendas for PCC meetings have inevitably been on the dry side (with occasional exceptions!) lay members and clergy have worked together constructively and discharged the responsibilities of the PCC effectively. Much thanks are due to all those who have played a part in the PCC over the last eleven years: the elected, co-opted and *ex officio* members, office holders, clergy, most notably the Vicar for his leadership, and last but absolutely not least Susan Russell whose efficiency, hard work, accumulated knowledge and attention to detail have been of the greatest assistance and on a personal note have made the role of the Hon. Secretary far easier than it would otherwise have been.

#### **D. HON. TREASURER'S REPORT**

*David Peerless*

2016 is the final year for which consolidated accounts will be produced for the Parish of St Mary Abbots with Christ Church and St Philip, following the split into three financially independent parishes. For many years the publication of combined accounts has been largely a formality, as each church's finances have been separately maintained and independently audited.

In an era when around the country churches and parishes around the country are joining together and sharing priests because they have ceased to be viable in their own right, it is extremely positive to see three churches agree to do precisely the opposite here in the heart of Kensington. This is in large part due to the vision of the clergy, and their success in developing each church into what has become three thriving and financially independent parishes which, as you can see from the accounts on the following pages, they most certainly are.

For further granularity on each church's accounts, please refer to the annual reports for each of the three churches.

The Parish accounts have once again been audited by Carter Backer Winter.

## **E. PAROCHIAL WARDENS' REPORT**

*James Dunford Wood & Adrian Weale  
Parochial Churchwardens*

2016 was a momentous year in the history of the Parish, as we brought to fruition the work started in 2015 to reorganise the parish into three independent parishes, bound together by a Group Ministry. The stroke of midnight on 31st December 2016 marked the moment two new parishes were created - Christ Church, Kensington and St Philip's, Earl's Court Road. The Parochial churchwardens would like to thank all those involved for having made the reorganisation such a smooth and painless process, not least since it involved the drawing of new boundaries in the creation of the two new parishes, and the reallocation of funds held in common. We would also like to thank the Diocese for approving the reorganisation so swiftly. We wish all three parishes, and particularly the two new parishes, their clergy and congregations, a bright future, and we look forward to working closely together in our new Group Ministry.

## **F. SAFEGUARDING OFFICER'S REPORT**

*Samantha Giles*

In 2016 we continued with our new process for clearances under our Safeguarding policy (which began in 2015). Applicants complete an online disclosure application, meet with the Church Safeguarding Officer (CSO) to verify their identification and also supply two references, relevant to the role for which they are applying.

After four years in the role, Samantha Giles announced her decision to step down as Safeguarding Officer and the search for her successor began.

Safeguarding continued to take place at the individual church level with thanks to the Safeguarding Officers for their important efforts.

## **G. REPORT OF CHAIRMAN OF ST MARY ABBOTS DCC**

The most significant event of the year, one of the most important in the long history of our church, paradoxically, will have been hardly noticed by the regular and committed members of our congregation. Officers and other key people worked through the year with our neighbours at Christ Church and St Philip's, and the Diocesan authorities and the Church Commissioners, to effect the breaking up of the parish of St Mary Abbots with Christ Church and St Philip into three separate parishes. This process was carried out with a remarkable degree of mutual respect and eagerness to facilitate. It had, as do all such complex negotiations, sometimes high drama and the possibility of an eleventh hour derailment, but we sailed through and the last day of 2016 was the last day that this parish existed. From now on there are three separate parishes: St Mary Abbots; Christ Church; and St Philips. However – and most importantly – though these are separate, independent, autonomous parishes, each with its own incumbent, we are bound together in a Group Ministry, which commits us to working together in areas of mutual concern in promoting the ministry and witness of the Church of England to and in Kensington. I pay tribute to my colleagues, clerical and lay, to their partnership and commitment to this process. This means that the parish of St Mary Abbots is now the smallest in geographical extent it has been since its foundation, perhaps a millennium ago. Christ Church becomes an independent parish for the first time in its 185 year long history. St Philip's recovers its independence as a separate parish – a remarkable turnaround for the church which hovered on the potential closure list for some time. The recovery of Christ Church – also earmarked for closure by the Diocese not so long ago – is equally special, and does great credit to Mark O'Donoghue and his team there.

We bade a sad farewell to Father David Walsh in July as he left us to become Vicar of Kettering in Northamptonshire. We have greatly valued his partnership and support, not just in our parish, but as an outstanding Area Dean.

It was our great delight to welcome Canon Stephen Fielding as the new 0.75 priest at St Mary Abbots, appointed to the new post of High Street Missioner, in May. This innovative new ministry received the enthusiastic support of our Bishop and Archdeacon. It is unfortunate that their enthusiasm has not been translated into the cash support of his stipend as had been half-promised. Stephen has already made great strides in this new ministry, in addition to participating in every aspect of the ordinary priestly ministry shared

by all your clergy. A particular success was the Living Advent Calendar project which saw twenty different shops and institutions on and around the High Street designing an Advent window, unveiled on successive December afternoons.

We have also greatly valued Stephen's pre-ordination experience in the worlds of banking, law, mediation and fundraising. His advice has been particularly valuable for the "Transforming St Mary Abbots" project. We held a great launch for Phase 2 – the building of a services block with kitchen, toilets, etc, outside the North Aisle, and the creating of an open, multi-purpose space in the West Bay of nave and aisles – for members of our congregation in March. The most successful fundraising event was the recital by Linda Hirst, "My Life in Song", in October in the gracious presence of our Patron, HRH The Duke of Kent. It received extremely generous sponsorship from the Le Roux and Rudd families, and others who donated raffle prizes, to whom we give thanks. Unfortunately the project received a seriously disappointing reversal when the RBKC Planning Department rejected the plans for the service block extension in the summer. This is particularly galling because it was a previous head of that planning department who had suggested precisely this position for the facility. We are working on a re-submission of the proposals to be supported this time with such a weight of comprehensive evidence to prove that it is in fact an uncontentious proposal. Unfortunately this lack of planning permission made it impossible to submit applications to the major grants funders that we have in preparation. We are sorry that at the very end of the year our Head of Fundraising, Karen Bryant, left us to go to a dream position which had just opened for her. We have agreed to use this opportunity to re-evaluate and re-position our appeal strategy going forward.

We were sorry that our Head Virger, George Macallan, decided to take early retirement in June. We will miss him and Jane, our splendid Hon Archivist, very much indeed, and wish them a long and happy retirement. We were fortunate to be able to appoint Simon Fitter as our new Head Virger, starting work in August. Already he has stamped his genial and committed character on this role, so vital for the public face and ministry of St Mary Abbots. We welcome him with great pleasure.

Alison Steel decided to stand down in the summer from her role as our honorary Head of Hospitality. She has been extraordinarily committed to this work, slaving over a hot stove far into the night to prepare culinary delights for regular events and special occasions alike. Particularly memorable were her Easter Dawn Service Breakfasts – course after course for 30+ people after the 5.00am service, and her Quiet Day lunches – so memorable that these Days became characterised as a gourmet lunch party with a few prayers tacked on before and afterwards. We are very fortunate for the energy and enthusiasm with which Grace Minica has taken over the hospitality between the main Sunday morning services.

Sophie Gaselee's work as the Vicar's PA is now bearing significant fruit. Through her, for example, the precision in which we organise the charities and schools Carol Services, has been greatly enhanced. In 2016 we welcomed a record number of such services – bringing significant income with them. Susan Russell continues to bring her remarkable eye for detail and attention into every aspect of the parish administration. Adam Norton has once again delivered a successful year in terms of outside parties booking the rooms and space on behalf of St Mary Abbots Centre. Above all I want to thank my full-time colleague, Jenny Welsh, for her marvellous contribution to every aspect of the worship and ministry of our church. In particular she has promoted work among the older members of our community, far beyond the confines of our worshipping congregation. Hannah Stewart and Jamie Dunford Wood, our Wardens, have once again shouldered the burden of management, administration and decision making in every aspect of our church and parish life that is far greater than should be expected of any volunteer with full time professional and family commitments. We are greatly in their debt. Our Treasurer, David Peerless, has, despite serious family illness, given the most acute scrutiny to our financial affairs, focussing particularly on our Common Fund contributions to the Diocese, the need for long-term financial viability and funding for the Appeal.

This has been a sad year in terms of the number of deaths of longstanding and deeply committed members of our fellowship. We pray for the repose of the souls of, among others, Gwen Robson, Eleanor Cadogan, Esme Bass, Ivo Morshead, Sylvia Scott, Olwen Haslam, Jeannie Carr-Gomm and David Wainwright.

St Mary Abbots enters 2017 in a radically different state: for the first time in nearly two hundred years we

have no daughter churches; we are independent, autonomous and essentially in charge of our own future. Blessed with the numbers, comment, range and commitment of our congregations, I have great confidence that God's Holy Spirit has for our future greater things than we have yet seen.

I commend to you this Annual Report.

*Gillean Craig*

## **H. REPORT OF CHAIRMAN OF CHRIST CHURCH DCC**

The two things that took place during 2016 that have most impact on Christ Church going forward are the amicable reorganisation of the wider parish of central Kensington and the finalisation of Christ Church's Mission Action Plan (MAP) for 2016-2020. Not without obstacle and incident, the parish reorganisation was a trophy of God's sovereign guiding and grace and achieved in a wonderful spirit of partnership and unity across the three churches. Soli Deo Gloria.

The MAP was considered and prepared both in the light of our desire to be true to our name of Christ Church Kensington (committed to the momentous news about Christ, concerned to love one another as Church and compassionate to serve the people of Kensington) and also *Capital Vision 2020*, the Diocese of London's collective vision that is Christ-centred and outward looking. CV2020 urges us to be more confident in speaking and living the Gospel of Jesus Christ, more compassionate in serving communities with the love of God the Father and more creative in reaching new people and places in the power of the Spirit.

We are grateful to all who participated, by completing Church & Community questionnaires, by being part of the MAP working group, by considering and commenting on the Working Group's Review and draft MAP. The MAP has been written to help everyone in our parish share our vision for the future of Christ Church Kensington. In summary, our specific objectives for 2016-2020 are:

1. To reach out to Kensington with the momentous news about Christ;
2. To build one another up in the gospel of Christ; and
3. To send one another out to serve with the love of Christ.

By 2020, we prayerfully intend and hope to see:

1. Significant growth in those hearing the gospel, including at our Sunday services, inquirers courses, supporting ministry in North Kensington (in partnership with other churches), reaching out to French-speaking people locally, making more use of Real Lives events and encouraging one another to participate in the Diocese's plan to *Pray for Seven*.
2. A church family made up of people self-consciously committed to one another: praying for, encouraging and helping one another and bearing one another's burdens. Therefore, regular prayer meetings and weekends away, 50% more people in small groups and resources for daily Bible reading and Christian books more generally, with regular application to daily lives in sermons etc.
3. The appointment of a staff member to lead our growing children's and youth ministry, the creation of a pastoral care team to co-ordinate and provide care for those who are ill or in need, opportunities to be trained for service in Sunday School, Small Groups and full-time gospel ministry.

As we look back on 2016 in other areas, we are grateful to God for continued growth in our congregations, a wonderful dinner-dance at Boodle's and a spine-tingling performance of Messiah in December, encouraging attendances at all-age services, Easter and Christmas events (including running out of Orders of Service for our Carols by Candlelight) and the completion of the side aisle roof repairs. We are encouraged by a strong Sunday School, Youth Group, over 125 people of all ages and stages in small groups midweek, a significant growth in giving and the way in which Leo has settled in as our new Director of Music, Breanna and Thomas have served so sacrificially as ministry interns and the way in which the appointment of Greg and Rob has served to strengthen our Sunday evening congregation. We look forward with humble confidence to 2017 to see how the Lord may work in, among and through us all.

*Mark O'Donoghue*  
*Associate Vicar with Special Responsibility for Christ Church & Area Dean of Kensington*  
*(from September 2016)*

## **I. REPORT FROM ST PHILIP DCC**

In July, after 10 years in the parish, our much valued priest, and Associate Vicar, David Walsh, left for new pastures of ministry in Kettering, Northamptonshire. We sent him off with a mixture of the sadness of farewell, and joy for the new experiences he will have to come, and of course, with a major St Philip's party to mark the occasion.

We owe David a great deal. For 10 years he has had a firm hand on the tiller. He came into a struggling church, and with the help of a small but determined congregation, has turned St Philip's into the thriving community church we are today. He helped the church rebuild its finances, reorganise its administration and regain its sense of direction and purpose. Working with the congregation and the wider church community, David was also instrumental in putting St Philip's back on the road to being an independent parish again. That dream became reality at midnight on 31 December 2016. We are looking forward now to our own new Vicar joining us sometime this year. However, we have not forgotten what we owe to Father Gillean Craig, who has been for the last 11 years, our Vicar. We are most grateful for Fr Gillean's pastoral care and for the years of experience he put at David's and our disposal as we rebuilt ourselves. Most importantly, we are grateful for the generosity and support with which he helped and encouraged us to take the necessary steps to becoming our own parish again.

Of course, churches do not run themselves, and it has been very cheering since David left to have everyone rolling in to help in the many and varied ways a church needs to keep it going. No one person can make a church a success, it comes from all of us offering our gifts as the Body of Christ for the greater glory of God, and for the sake of those who are not yet its members. St Philips' is in good heart, and looking forward to the future. We have not let the grass grow under our feet whilst waiting for our new Vicar and we are looking forward to further innovations as the year moves on.

*Anne Steele  
Deputy Warden at St Philip*

## **J. APPENDIX OF FURTHER INFORMATION**

The PCC's full name is the Parochial Church Council of St Mary Abbots with Christ Church and St Philip, Kensington. The PCC's address for correspondence is c/o Parish Office, St Mary Abbots Centre, Vicarage Gate, London W8 4HN. The incumbent is the Revd Prebendary Gillean Craig, St Mary Abbots Vicarage, Vicarage Gate London W8 4HN.

The PCC is a corporate body established by the Church of England. The PCC operates under the Parochial Church Council Powers Measure. The PCC is registered with the Charity Commission. Its registered charity number is 1132235.

The PCC's aim is to co-operate with the incumbent and other clergy in promoting in the parish the whole mission of the Church, pastoral, evangelistic, social and ecumenical.

The Parish Council consists of both *ex-officio* and directly elected members, whose appointment is governed by the Church Representation Rules. The Clergy, the Wardens (Parochial and Deputy), our representatives on the Diocesan and Deanery Synods are all *ex-officio members*; in addition each of our three churches nominates directly elected members. A list of members during 2016 is set out in the table at the end of this Appendix. The PCC has its own Standing Committee. The PCC bears legal responsibility for the affairs of the parish.

Elected members of the PCC are recruited from the congregations of our three churches in accordance with the Parish Scheme and the Church Representation Rules. There are no formal procedures in place for the induction and training of PCC members, all of whom are likely to have served for some time as members of one of the DCCs.

The parish operates, as far as possible, on the principle of subsidiarity: we seek to consider and decide everything at the most local level possible. So, in addition to the PCC, each of our churches has its own Church Council to which it elects members. These Church Councils are the focus of most of our decision-making and strategy-setting. Each of them also has a Standing Committee and whatever further committee structure the particular Council considers appropriate to manage its affairs. The Church Councils are normally chaired by the minister responsible for that particular church.

The major risks that the PCC is exposed to have been reviewed and consideration given as to how to manage those risks.

### **DEANERY SYNOD**

Lay representatives to the Deanery Synod are nominated by each of the three churches proportionally to the size of their electoral Roll. The representatives report back to their respective church council, and their accounts of the proceedings of the Synod will be found in each of the three Annual reports. It might be worth noting that our representatives form the most consistently reliable block of members to the Synod, which hardly functions in their absence! It is worthy of note that The Revd Mark O'Donoghue is the Area Dean.

**PAROCHIAL CHURCH COUNCIL EX-OFFICIO MEMBERS From 1 January 2016 – 31 December 2016**

<b>Clergy</b> <i>NB – the clergy are licensed to the whole parish, not to a particular church.</i>	The Revd Prebendary Gillean Craig The Revd Jennifer Welsh The Revd Canon Stephen Fielding The Revd David Walsh  The Revd Mark O'Donoghue  The Revd Lesley Perry	<i>Vicar</i> <i>Associate Vicar</i> <i>Assistant Priest (from May 2016)</i> <i>Associate Vicar with Special Responsibility for St Philip (until August 2016)</i> <i>Assistant Priest with Special Responsibility for Christ Church</i> <i>Honorary Assistant Priest</i>	
<b>Licensed Readers</b>	Rupert Steele <i>(Hon. Treasurer, St Philip's Church Council–PCC &amp; St Philip's Church Council member)</i>		
<b>Parochial Churchwardens</b>	Adrian Weale  James Dunford Wood		
	<b>St Mary Abbots</b>	<b>Christ Church</b>	<b>St Philip's</b>
<b>Deputy Wardens</b>	Hannah Stewart James Dunford Wood	Geoffrey Hemphill Stephen Down <i>(post APCM)</i> Pip Witheridge <i>(pre APCM)</i>	Peter Burney Anne Steele
<b>Deanery Synod Representatives</b>	Sally Bessada Max Croft Pippa Currey Nicholas Helm Eliza Low David Wilkinson Thomas Williams	Lindsey Maunder Rob Perkins Bettina Witheridge	Chris Luxton Barney Palfrey

**PAROCHIAL CHURCH COUNCIL ELECTED MEMBERS**

David Peerless Ben Pilling Alexia Williams <i>(from Oct)</i> Andrew Purvis <i>(until Sep)</i>	<i>PCC Treasurer</i> <i>PCC Secretary</i> <i>Church Council Secretary</i> <i>Church Council Secretary</i>	Marc Campbell/ Ian Johnson <i>(Treasurer)</i> Sam Talbot-Rice <i>(Secretary)</i> Anthony Dawes	Chandra Tambimuttu Dominique Landolfini <i>(post APCM)</i> Shoko Nalcano <i>(post APCM)</i>
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**PAROCHIAL CHURCH COUNCIL CO-OPTED MEMBERS**

Alexandra Swann <i>(Parish Children's Champion)</i> Samantha Giles <i>(Parish Safeguarding officer)</i>
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<b>St Philip's Church</b>	<b>St Mary Abbots Church</b>	<b>Christ Church</b>
<p><b>Bank:</b> National Westminster Bank plc Earls Court Branch 195 Earls Court Road London SW5 9AP</p>	<p><b>Bank:</b> National Westminster Bank plc Royal Garden Branch 55 Kensington High Street London W8 5ZG</p>	<p><b>Bank:</b> National Westminster Bank plc Royal Garden Branch 55 Kensington High Street London W8 5ZG</p>
<p><b>Auditors:</b> Harmer Slater Ltd Salatin House, 19 Cedar Road Sutton, Surrey, SM5 1DH</p>	<p><b>PCC Auditors:</b> Carter Backer Winter 66 Prescott Street London E1 8NN</p>	<p><b>Auditors:</b> Harmer Slater Ltd Salatin House, 19 Cedar Road Sutton, Surrey, SM5 1DH</p>
<p><b>Architect:</b> Robert Shaw Robert Shaw Architects 32 Foster Road Chiswick LONDON W4 4NY</p>	<p><b>Architect:</b> Colin Kerr, BA BArch Dip Cons (ICCRUM) RIBA Molyneux Kerr Unit 14, 112 Tabernacle Street London EC2A 4LE</p>	<p><b>Architect:</b> Colin Kerr, BA BArch Dip Cons (ICCRUM) RIBA Molyneux Kerr Unit 14, 112 Tabernacle Street London EC2A 4LE</p>
	<p><b>Solicitors:</b> Winckworth Sherwood Minerva House 5 Montague Close London SE1 9BB</p>	<p><b>Solicitors:</b> Berger Oliver Mitre House 177 Regent Street London W1B 4JN</p>
	<p><b>Investment Managers:</b> Charles Stanley &amp; Co Ltd 25 Luke Street London EC2A 4AR</p>	

## INDEPENDENT AUDITORS' REPORT TO THE PAROCHIAL CHURCH COUNCIL

We have audited the financial statements of the Parish of St Mary Abbots with Christ Church and St Philip, Kensington, for the year ended 31 December 2016 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Parochial Church Council, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our work has been undertaken so that we might state to the Council those matters we are required to state to the members in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Council and the Parochial Church Council's members as a body, for our audit work, for this report, or for the opinions we have formed.

### ***Respective responsibilities of the Parochial Church Council and auditor***

As explained more fully in the Statement of the Parochial Church Council's Responsibilities, the Council is responsible for the preparation of the financial statements which give a true and fair view.

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

### ***Scope of the audit of the financial statements***

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Parish's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Council; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Council's Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### ***Opinion on financial statements***

In our opinion the financial statements:

- give a true and fair view of the state of the Parish's affairs as at 31 December 2016 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

### ***Matters on which we are required to report by exception***

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**Carter Backer Winter LLP**  
**Statutory Auditor**  
Date:

**66 Prescott Street**  
**London**  
**E1 8NN**

Carter Backer Winter LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

## **STATEMENT OF THE PAROCHIAL CHURCH COUNCIL'S RESPONSIBILITIES FOR PREPARATION OF THE FINANCIAL STATEMENTS**

The Parochial Church Council is responsible for preparing the Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Parochial Church Council to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Parish and of the incoming resources and application of resources of the Parish for that period. In preparing these financial statements, the Parochial Church Council is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Parish will continue as a going concern.

The Parochial Church Council is responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Parish and enable them to ensure that the financial statements comply with the Charities Act 2011 and the Church Accounting Regulations 2006. They are also responsible for safeguarding the assets of the Parish and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2016

	Notes	Unrestricted Funds		Restricted	Endowment	Total	Total
		Properties	General	Funds	Funds	2016	2015 See note 10 for analysis by fund
		£	£	£	£	£	£
<b>Income and endowments:</b>	2a,b,c						
Votuntary income		-	420,589	309,412	-	<b>730,001</b>	986,702
Activities for generating funds		-	585,861	88,512	-	<b>674,373</b>	485,940
Investment income		-	22,705	13	5,320	<b>28,038</b>	27,823
Church activities		-	23,789	357	-	<b>24,146</b>	25,416
Other income		-	110,270	2,535	-	<b>112,805</b>	22,920
<b>Total Income</b>		-	<b>1,163,214</b>	<b>400,829</b>	<b>5,320</b>	<b>1,569,363</b>	1,548,801
<b>Expenditure:</b>	3a,b,c						
Costs of generating funds		-	24,659	78,923	644	<b>104,226</b>	63,683
Church activities		-	930,629	298,087	4,032	<b>1,232,748</b>	2,003,660
Other expenditure		-	78,304	-	-	<b>78,304</b>	52,439
<b>Total Expenditure</b>		-	<b>1,033,592</b>	<b>377,010</b>	<b>4,676</b>	<b>1,415,278</b>	2,119,782
<b>Net income/ (expenditure)</b>		-	<b>129,622</b>	<b>23,819</b>	<b>644</b>	<b>154,085</b>	(570,981)
Transfers between funds		-	(39,901)	39,901	-	-	-
<b>Other recognised gains/ (losses)</b>	5b,9						
Gains on revaluation of fixed assets		285,000	-	-	-	<b>285,000</b>	-
Unrealised gains on revaluation of investments		-	52,981	-	23,115	<b>76,096</b>	(68,320)
Other gains/ (losses) (Realised gain on disposal)		301,955	-	-	-	<b>301,955</b>	54,394
<b>Net Movement in Funds</b>		586,955	142,702	63,720	23,759	<b>817,136</b>	(584,907)
Balance brought forward at 1.1.2016		2,678,115	1,194,786	18,244	141,264	<b>4,032,409</b>	4,617,316
<b>Balance carried forward at 31.12.2016</b>		<b>3,265,070</b>	<b>1,337,488</b>	<b>81,964</b>	<b>165,023</b>	<b>4,849,545</b>	4,032,409

The notes on pages B5 to B19 form part of these accounts.

### BALANCE SHEET AT 31 DECEMBER 2016

	Notes	St Mary Abbots £	Christ Church £	St Philip's £	Total 2016 £	Total 2015 £
<b>Fixed Assets</b>						
Properties	5a	2,963,115	-	-	<b>2,963,115</b>	2,678,115
Equipment	5a	2,775	26,367	2,442	<b>31,584</b>	41,027
Investments (market value)	5b	543,050	-	-	<b>543,050</b>	459,770
		<b>3,508,940</b>	<b>26,367</b>	<b>2,442</b>	<b>3,537,749</b>	<b>3,178,912</b>
<b>Current Assets</b>						
CBF & Other Deposits		735,710	212,374	110,099	<b>1,058,183</b>	710,499
Debtors	7	28,255	86,786	22,312	<b>137,353</b>	108,223
Cash at bank and in hand		73,841	191,345	12,022	<b>277,208</b>	127,710
		<b>837,806</b>	<b>490,505</b>	<b>144,433</b>	<b>1,472,744</b>	<b>946,432</b>
<b>Liabilities</b>		<b>(88,821)</b>	<b>(55,526)</b>	<b>(16,601)</b>	<b>(160,948)</b>	<b>(92,935)</b>
Net Current Assets	8	<b>748,985</b>	<b>434,979</b>	<b>127,832</b>	<b>1,311,796</b>	<b>853,497</b>
<b>Net Assets</b>		<b>4,257,925</b>	<b>461,346</b>	<b>130,274</b>	<b>4,849,545</b>	<b>4,032,409</b>
<b>ALLOCATION OF NET ASSETS BY FUND</b>						
	9a,b,c					
Unrestricted		1,112,889	400,062	114,742	<b>1,627,693</b>	1,194,786
Unrestricted - Properties		2,678,115	-	-	<b>2,678,115</b>	2,678,115
Unrestricted – Revaluation Reserve		285,000	-	-	<b>285,000</b>	-
Restricted		16,898	61,284	15,532	<b>93,714</b>	18,244
Endowment		165,023	-	-	<b>165,023</b>	141,264
		<b>4,257,925</b>	<b>461,346</b>	<b>130,274</b>	<b>4,849,545</b>	<b>4,032,409</b>

Approved and signed on behalf of the PCC on 29 March 2017 by:

The Revd Prebendary Gilleen Craig (Chairman) .....

Mr David Peerless (Hon. Treasurer) .....

The notes on pages B5 to B19 form part of these accounts.

**Statement of Cash Flows for the year ended 31 December 2016**

	<b>St Mary Abbots</b>	
	<b>2016</b>	<b>2015</b>
	£	£
<b>Net cash from operating activities</b>		
Net Cash provided by (used in operating activities)	<b>10,826</b>	(583,889)
<b>Cash flows from investing activities</b>		
Dividends, interest and rent from investments	<b>26,477</b>	26,236
Proceeds from the sale of:		
Tangible fixed assets	<b>301,955</b>	
Tangible fixed investments	<b>44,361</b>	288,391
Purchase of:		
Tangible fixed assets for the use of the PCC		
Fixed asset investments	<b>(51,545)</b>	(83,556)
<b>Net cash provided by/used in investing activities</b>	<b>321,248</b>	231,071
<b>Change in cash and cash equivalents in the year</b>	<b>332,074</b>	(352,818)
<b>Cash and cash equivalents at 1 January</b>	<b>477,477</b>	830,295
<b>Cash and cash equivalents at 31 December</b>	<b>809,551</b>	477,477
<b>Reconciliation of net income/ (expenditure) before investment gains</b>		
<b>Net income before investment gains at 31 December</b>	<b>(175)</b>	(568,051)
Adjustments for:		
Depreciation charges	<b>2,775</b>	2,775
Dividends, interest and rent from investments	<b>(26,477)</b>	(26,236)
Decrease/ (increase) in debtors	<b>3,963</b>	5,007
(Decrease)/Increase in creditors	<b>30,740</b>	2,616
<b>Net cash provided by/ (used in) operating activities</b>	<b>10,826</b>	(583,889)
<b>Analysis of cash and cash equivalents</b>		
Cash in hand	<b>73,841</b>	58,879
Deposits	<b>735,710</b>	418,598
	<b>809,551</b>	477,477

**Statement of Cash Flows for the year ended 31 December 2016**

	<b>Christ Church</b>	
	<b>2016</b>	<b>2015</b>
	£	£
<b>Net cash from operating activities</b>		
Net Cash provided by (used in operating activities)	<b>138,442</b>	(87,274)
<b>Cash flows from investing activities</b>		
Dividends, interest and rent from investments	-	-
Proceeds from the sale of:		
Tangible fixed assets		
Tangible fixed investments	-	-
Purchase of:		
Tangible fixed assets for the use of the PCC		(29,146)
Fixed asset investments	-	-
<b>Net cash provided by/used in investing activities</b>	<u>-</u>	<u>(29,146)</u>
<b>Change in cash and cash equivalents in the year</b>	<b>138,442</b>	(116,420)
<b>Cash and cash equivalents at 1 January</b>	<u>265,277</u>	<u>381,697</u>
<b>Cash and cash equivalents at 31 December</b>	<u><u>403,719</u></u>	<u><u>265,277</u></u>
<b>Reconciliation of net income/ (expenditure) before investment gains</b>		
<b>Net income before investment gains at 31 December</b>	<b>121,951</b>	(20,320)
Adjustments for:		
Depreciation charges	<b>3,703</b>	1,991
Dividends, interest and rent from investments	-	-
Decrease/ (increase) in debtors	<b>(21,580)</b>	(40,818)
(Decrease)/Increase in creditors	<u>34,368</u>	<u>(28,127)</u>
<b>Net cash provided by/ (used in) operating activities</b>	<u><u>138,442</u></u>	<u><u>(87,274)</u></u>
<b>Analysis of cash and cash equivalents</b>		
Cash in hand	<b>191,345</b>	53,496
Deposits	<u>212,374</u>	<u>211,781</u>
	<u><u>403,719</u></u>	<u><u>265,277</u></u>

**Statement of Cash Flows for the year ended 31 December 2016**

	<b>St Philips</b>	
	<b>2016</b>	<b>2015</b>
	£	£
<b>Net cash from operating activities</b>		
Net Cash provided by (used in operating activities)	<b>26,263</b>	26,186
<b>Cash flows from investing activities</b>		
Dividends, interest and rent from investments	<b>403</b>	347
Proceeds from the sale of:		
Tangible fixed assets	-	-
Tangible fixed investments	-	-
Purchase of:		
Tangible fixed assets for the use of the PCC	-	(3,252)
Fixed asset investments	-	-
<b>Net cash provided by/used in investing activities</b>	<b>403</b>	<b>(2,905)</b>
<b>Change in cash and cash equivalents in the year</b>	<b>26,666</b>	23,281
<b>Cash and cash equivalents at 1 January</b>	<b>95,455</b>	72,174
<b>Cash and cash equivalents at 31 December</b>	<b>122,121</b>	95,455
<b>Reconciliation of net income/ (expenditure) before investment gains</b>		
<b>Net income before investment gains at 31 December</b>	<b>32,309</b>	17,390
Adjustments for:		
Depreciation charges	<b>2,965</b>	4,545
Dividends, interest and rent from investments	<b>(403)</b>	(347)
Decrease/ (increase) in debtors	<b>(11,513)</b>	2,707
(Decrease)/Increase in creditors	<b>2,905</b>	1,891
<b>Net cash provided by/ (used in) operating activities</b>	<b>26,263</b>	26,186
<b>Analysis of cash and cash equivalents</b>		
Cash in hand	<b>12,022</b>	15,335
Deposits	<b>110,099</b>	80,120
	<b>122,121</b>	95,455

**Statement of Cash Flows for the year ended 31 December 2016**

	PCC	
	2016	2015
	£	£
<b>Net cash from operating activities</b>		
Net Cash provided by (used in operating activities)	175,531	(644,977)
<b>Cash flows from investing activities</b>		
Dividends, interest and rent from investments	26,880	26,583
Proceeds from the sale of:		
Tangible fixed assets	301,955	
Tangible fixed investments	44,361	288,391
Purchase of:		
Tangible fixed assets for the use of the PCC	-	(32,398)
Fixed asset investments	(51,545)	(83,556)
<b>Net cash provided by/used in investing activities</b>	<u>321,651</u>	<u>199,020</u>
<b>Change in cash and cash equivalents in the year</b>	<b>497,182</b>	<b>(445,957)</b>
<b>Cash and cash equivalents at 1 January</b>	<u><b>838,209</b></u>	<u><b>1,284,166</b></u>
<b>Cash and cash equivalents at 31 December</b>	<u><u><b>1,335,391</b></u></u>	<u><u><b>838,209</b></u></u>
<b>Reconciliation of net income/ (expenditure) before investment gains</b>		
<b>Net income before investment gains at 31 December</b>	<b>154,085</b>	<b>(570,981)</b>
Adjustments for:		
Depreciation charges	<b>9,443</b>	9,311
Dividends, interest and rent from investments	<b>(26,880)</b>	(26,583)
Decrease/ (increase) in debtors	<b>(29,130)</b>	(33,104)
(Decrease)/Increase in creditors	<u><b>68,013</b></u>	<u>(23,620)</u>
<b>Net cash provided by/ (used in) operating activities</b>	<u><u><b>175,531</b></u></u>	<u><u><b>(644,977)</b></u></u>
<b>Analysis of cash and cash equivalents</b>		
Cash in hand	<b>277,208</b>	127,710
Deposits	<u><b>1,058,183</b></u>	<u>710,499</u>
	<u><u><b>1,335,391</b></u></u>	<u><u><b>838,209</b></u></u>

Notes to the Financial Statements for the year ended 31 December 2016

## 1. ACCOUNTING POLICIES

### **a. Accounting convention**

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with 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 (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102), the Charities Act 2011, and applicable regulations.

St Mary Abbots meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s). They include all transactions, assets and liabilities for which the PCC would have been responsible in law if it had been a PCC during 2016. They do not include the accounts of church groups that owe their affiliation to another body, nor those that are informal gatherings of church members.

The church transitioned from the previously extant Charities SORP FRSSSE 2015 to Charities SORP FRS 102 2015 with effect from 1st January 2016. An explanation of how the transition to Charities SORP FRS 102 affected the reported financial position and the financial performance is given in note 14.

### **b. Funds**

**Unrestricted Funds** are general funds which can be used for PCC ordinary purposes.

**Designated Funds** are monies set aside by the PCC out of unrestricted funds for specific future purposes or projects.

**Restricted Funds** represent

(a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest, and

(b) donations or grants received for a specific object or invited by the PCC for a specific object. The funds may only be expended on the specific object for which they were given. Any balance remaining unspent at the end of the year is carried forward as a balance on that fund.

**Endowment Funds** are funds, the capital of which must be maintained; only income arising from the investment of the endowment may be used.

It has been ascertained that St Mary Abbots Church enjoys full entitlement to the Curtis Bequest Fund's assets and to the income that these assets generate. The reserves were re-stated as at 31 December 2008 to include this endowment fund.

### **c. Income**

All income is accounted for gross.

#### ***Donations and legacies***

*Collections* are recognised when received.

*Planned giving* receivable is recognised only when received.

*Income tax* recoverable on Gift Aid donations is recognised when the income is recognised.

*Grants and legacies* are recognised when the PCC is legally entitled to the amount due.

#### ***Investment income***

Dividends are accounted for when due and payable. Interest entitlements are accounted for as they accrue.

#### ***All other income***

All other income is recognised when it is receivable.

#### ***Gains and losses on Investments***

Realised gains or losses are recognised when investments are sold.

Unrealised gains and losses are accounted for on revaluation at 31 December.

**Notes to the Financial Statements for the year ended 31 December 2016** (continued)

**d. Expenditure**

Expenditure is accounted for on an accruals basis and is accounted for gross.

***Grants***

Grants and donations are accounted for when paid over, or when awarded, if that award creates a binding obligation on the PCC.

***Church Activities***

The diocesan parish share is accounted for when paid. Any parish share unpaid at 31 December is provided for in these accounts as an operational (though not a legal) liability and is shown as a creditor in the Balance Sheet.

***Pension***

The PCC contributes to the Church of England Pension Builder Scheme. The assets of the scheme are held separately from those of the PCC in an independently administered fund.

**e. Fixed Assets**

***Tangible fixed assets***

Consecrated and beneficed property of any kind is excluded from the accounts by s.10(2)(a) of the Charities Act 2011.

Movable church furnishings held by the vicar and churchwardens on special trust for the PCC and which require a faculty for disposal are accounted as inalienable property unless consecrated. They are listed in the church's inventory which can be inspected. For inalienable property acquired prior to 1996 there is insufficient cost information available and therefore such assets are not valued in the accounts. Individual items acquired since have been capitalised in the accounts and depreciated over their economic life.

All expenditure on consecrated or beneficed buildings and individual items costing under £5,000 are written off in the year they were incurred.

Functional church properties have been included in the accounts at "deemed cost" which in the absence of reliable historical cost information represents the insured values of these properties on 1 January 2006 when they were first included in the accounts. This deemed cost will not change unless improvement expenditure is incurred on these properties. Full details of these properties are included at Note 5a to the accounts.

***Depreciation***

Fixtures and fittings and office equipment over £5,000 are depreciated on a straight line basis over 4 years

No depreciation is provided on freehold property as it is the PCC's policy to maintain these assets in a continual state of sound repair. The useful economic life of these assets is so long and residual values so high that any depreciation would not be material. These assets will be subject to annual impairment reviews. Provision will be made if there has been any permanent diminution in value.

***Investments***

Investments are stated at market value at 31 December.

**f. Current Assets**

Amounts owing to the PCC at 31 December in respect of fees, rents or other income are shown as debtors less any provision for amounts that may prove uncollectible.

Notes to the Financial Statements for the year ended 31 December 2016 (continued)

2a. UNRESTRICTED INCOME AND ENDOWMENTS	St Mary Abbots £	Christ Church £	St Philip's £	Total 2016 £	Total 2015 £
<b><u>Voluntary Income</u></b>					
Planned giving: Gift Aid	68,480	98,994	34,540	<b>202,014</b>	196,108
Planned giving	6,791	-	-	<b>6,791</b>	8,054
Collections at services: Gift Aid	12,604	41,542	4,793	<b>58,939</b>	40,554
Collections at services	4,317	-	234	<b>4,551</b>	7,810
Sundry donations and appeals: Gift Aid	16,597	-	460	<b>17,057</b>	31,578
Sundry donations and appeals	21,082	29,300	-	<b>50,382</b>	17,732
Income tax recoverable	24,143	31,442	9,876	<b>65,461</b>	74,090
Grants	14,394	-	-	<b>14,394</b>	14,964
Legacies	1,000	-	-	<b>1,000</b>	1,000
	<b>169,408</b>	<b>201,278</b>	<b>49,903</b>	<b>420,589</b>	<b>391,890</b>
<b><u>Activities for generating funds</u></b>					
Church hall lettings etc.	216,074	62,316	150,450	<b>428,840</b>	385,972
Rent	106,249	-	-	<b>106,249</b>	45,333
Fund-raising Bazaar/Concerts	25,233	24,885	654	<b>50,772</b>	31,839
	<b>347,556</b>	<b>87,201</b>	<b>151,104</b>	<b>585,861</b>	<b>463,144</b>
<b><u>Investment income</u></b>					
Dividends and interest	21,144	1,158	403	<b>22,705</b>	21,257
	<b>21,144</b>	<b>1,158</b>	<b>403</b>	<b>22,705</b>	<b>21,257</b>
<b><u>Church activities</u></b>					
Fund-raising Church groups	3,218	-	-	<b>3,218</b>	8,825
Fees (Church and statutory)	14,984	5,239	348	<b>20,571</b>	15,719
	<b>18,202</b>	<b>5,239</b>	<b>348</b>	<b>23,789</b>	<b>24,544</b>
<b><u>Other Income</u></b>					
Fee re Crane Oversailing Licence	-	-	-	-	20,400
Fees re Right of Light – Vicarage Gate	107,498	-	-	<b>107,498</b>	-
Ground rent and other sundry	1,092	-	1,680	<b>2,772</b>	2,520
	<b>108,590</b>	-	<b>1,680</b>	<b>110,270</b>	<b>22,920</b>
<b>TOTAL UNRESTRICTED INCOME</b>	<b>664,900</b>	<b>294,876</b>	<b>203,438</b>	<b>1,163,214</b>	<b>923,755</b>

**Notes to the Financial Statements for the year ended 31 December 2016 (continued)**

<b>2b. RESTRICTED INCOME AND ENDOWMENTS</b>	<b>St Mary Abbots</b>	<b>Christ Church</b>	<b>St Philip's</b>	<b>Total 2016</b>	<b>Total 2015</b>
	£	£	£	£	£
<b><u>Voluntary Income</u></b>					
Planned giving: Gift Aid	-	12,500	-	<b>12,500</b>	39,800
Planned giving	-	-	-	-	-
Collections at services: Gift Aid	430	-	-	<b>430</b>	379
Collections at services	6,936	-	-	<b>6,936</b>	9,312
Sundry donations and appeals: Gift Aid	47,439	-	1,300	<b>48,739</b>	17,195
Sundry donations and appeals	11,394	169,603	10,924	<b>191,921</b>	386,530
Income tax recoverable	11,857	3,125	325	<b>15,307</b>	14,194
Grants	30,579	-	3,000	<b>33,579</b>	127,402
Legacies	-	-	-	-	-
	<b>108,635</b>	<b>185,228</b>	<b>15,549</b>	<b>309,412</b>	<b>594,812</b>
<b><u>Activities for generating funds</u></b>					
Church hall lettings etc.	-	-	-	-	-
Rent	-	-	-	-	-
Fund-raising Bazaar/Concerts	21,148	65,179	2,185	<b>88,512</b>	22,796
	<b>21,148</b>	<b>65,179</b>	<b>2,185</b>	<b>88,512</b>	<b>22,796</b>
<b><u>Investment Income</u></b>					
Dividends and interest	13	-	-	<b>13</b>	214
	<b>13</b>	-	-	<b>13</b>	<b>214</b>
<b><u>Charitable activities</u></b>					
Fund-raising Church groups	357	-	-	<b>357</b>	872
Fees (Church and statutory)	-	-	-	-	-
	<b>357</b>	-	-	<b>357</b>	<b>872</b>
<b><u>Other Income</u></b>					
Sundry	2,535	-	-	<b>2,535</b>	-
	<b>2,535</b>	-	-	<b>2,535</b>	-
<b>TOTAL RESTRICTED INCOME</b>	<b>132,688</b>	<b>250,407</b>	<b>17,734</b>	<b>400,829</b>	<b>618,694</b>

**Notes to the Financial Statements for the year ended 31 December 2016 (continued)**

<b>2c. ENDOWMENT</b>	<b>St Mary</b>	<b>Christ</b>	<b>St</b>	<b>Total</b>	<b>Total</b>
<b>INCOME AND ENDOWMENTS</b>	<b>Abbots</b>	<b>Church</b>	<b>Philip's</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b><u>Voluntary Income</u></b>					
Planned giving: Gift Aid	-	-	-	-	-
Planned giving	-	-	-	-	-
Collections at services: Gift Aid	-	-	-	-	-
Collections at services	-	-	-	-	-
Sundry donations and appeals: Gift Aid	-	-	-	-	-
Sundry donations and appeals	-	-	-	-	-
Income tax recoverable	-	-	-	-	-
Grants	-	-	-	-	-
Legacies	-	-	-	-	-
	-	-	-	-	-
<b><u>Activities for generating funds</u></b>					
Church hall lettings etc.	-	-	-	-	-
Rent	-	-	-	-	-
Fund-raising Bazaar/Concerts	-	-	-	-	-
	-	-	-	-	-
<b><u>Investment Income</u></b>					
Dividends and interest	5,320	-	-	<b>5,320</b>	6,352
	5,320	-	-	<b>5,320</b>	6,352
<b><u>Charitable activities</u></b>					
Fund-raising Church groups	-	-	-	-	-
Fees (Church and statutory)	-	-	-	-	-
	-	-	-	-	-
<b><u>Other Income</u></b>					
Sundry	-	-	-	-	-
	-	-	-	-	-
<b>TOTAL ENDOWMENT INCOME</b>	<b>5,320</b>	<b>-</b>	<b>-</b>	<b>5,320</b>	<b>6,352</b>

**Notes to the Financial Statements for the year ended 31 December 2016 (continued)**

<b>3a. UNRESTRICTED EXPENDITURE</b>	<b>St Mary Abbots</b>	<b>Christ Church</b>	<b>St Philip's</b>	<b>Total 2016</b>	<b>Total 2015</b>
	£	£	£	£	£
<b><u>Costs of generating funds</u></b>					
Fund-raising activities	11,038	-	880	<b>11,918</b>	23,074
Support costs: administration	9,670	-	-	<b>9,670</b>	8,316
Investment management fees	1,979	-	-	<b>1,979</b>	2,606
Stewardship costs	925	-	167	<b>1,092</b>	376
	<b>23,612</b>	-	<b>1,047</b>	<b>24,659</b>	<b>34,372</b>
<b><u>Church Activities</u></b>					
Missionary & charitable giving - home	15	2,861	561	<b>3,437</b>	2,172
Ministry: Diocesan Parish Contribution	199,442	46,055	65,000	<b>310,497</b>	286,014
Other clergy costs	36,616	47,552	17,124	<b>101,292</b>	103,431
Church running expenses	37,534	72,402	12,966	<b>122,902</b>	80,873
Church maintenance	7,598	-	26,226	<b>33,824</b>	32,231
Church major repairs & development	-	-	-	-	-
Services	8,682	7,598	-	<b>16,280</b>	15,146
Choir and music	45,070	17,995	2,373	<b>65,438</b>	60,097
Congregational Development (incl.Sunday School)	7,548	-	1,304	<b>8,852</b>	8,773
Church Hall repairs and maintenance	52,684	24,158	1,330	<b>78,172</b>	38,968
8 Hornton Place	9,671	-	-	<b>9,671</b>	27,492
Insurance	-	5,600	4,804	<b>10,404</b>	10,579
Salaries: Church	38,208	-	24,886	<b>63,094</b>	57,159
Hall	30,147	-	14,833	<b>44,980</b>	45,630
Staff Accommodation	12,499	-	-	<b>12,499</b>	11,091
Support Costs: administration	47,975	-	-	<b>47,975</b>	42,755
Sundry	1,172	-	140	<b>1,312</b>	323
	<b>534,861</b>	<b>224,221</b>	<b>171,547</b>	<b>930,629</b>	<b>822,734</b>
<b><u>Other Expenditure</u></b>					
Auditors fees	9,424	4,958	2,346	<b>16,728</b>	16,830
Production of annual report	-	-	448	<b>448</b>	827
Solicitors fees	5,475	-	-	<b>5,475</b>	2,181
Surveyors fees	22,100	-	-	<b>22,100</b>	1,500
Bank charges	-	647	625	<b>1,272</b>	2,190
Depreciation	-	3,703	2,965	<b>6,668</b>	6,536
Support costs: administration	22,313	-	3,300	<b>25,613</b>	22,375
	<b>59,312</b>	<b>9,308</b>	<b>9,684</b>	<b>78,304</b>	<b>52,439</b>
<b>TOTAL UNRESTRICTED EXPENDITURE</b>	<b>617,785</b>	<b>233,529</b>	<b>182,278</b>	<b>1,033,592</b>	<b>909,545</b>

**Notes to the Financial Statements for the year ended 31 December 2016 (continued)**

<b>3b. RESTRICTED EXPENDITURE</b>	<b>St Mary Abbots</b>	<b>Christ Church</b>	<b>St Philip's</b>	<b>Total 2016</b>	<b>Total 2015</b>
	£	£	£	£	£
<b><u>Costs of generating funds</u></b>					
Fund-raising activities	15,596	25,715	504	<b>41,815</b>	9,600
Support costs: administration	37,021	-	-	<b>37,021</b>	18,896
Stewardship costs	87	-	-	<b>87</b>	49
	<b>52,704</b>	<b>25,715</b>	<b>504</b>	<b>78,923</b>	<b>28,545</b>
<b><u>Church Activities</u></b>					
Missionary & charitable giving: overseas	3,547	-	-	<b>3,547</b>	5,338
home	3,731	-	-	<b>3,731</b>	5,416
Ministry: Diocesan Parish Contribution	-	-	-	-	-
Clergy accommodation & expenses	-	-	-	-	-
Church running expenses	-	-	-	-	-
Church maintenance	33,160	402	-	<b>33,562</b>	1,826
Church major repairs & development	81,410	163,686	-	<b>245,096</b>	1,160,501
Services	-	-	-	-	-
Choir and music	-	-	6,080	<b>6,080</b>	-
Congregational Development	761	-	-	<b>761</b>	-
Church Hall repairs & maintenance	-	-	-	-	-
Salaries: Church	-	-	-	-	-
Hall	-	-	-	-	-
Staff Accommodation	-	-	-	-	-
Support Costs: administration	-	-	-	-	32
Depreciation	-	-	-	-	-
Sundry	5,310	-	-	<b>5,310</b>	3,781
	<b>127,919</b>	<b>164,088</b>	<b>6,080</b>	<b>298,087</b>	<b>1,176,894</b>
<b><u>Other Expenditure</u></b>					
Auditors fees	-	-	-	-	-
Solicitors fees	-	-	-	-	-
Surveyors fees	-	-	-	-	-
Support costs: administration	-	-	-	-	-
	-	-	-	-	-
<b>TOTAL RESTRICTED EXPENDITURE</b>	<b>180,623</b>	<b>189,803</b>	<b>6,584</b>	<b>377,010</b>	<b>1,205,439</b>

**Notes to the Financial Statements for the year ended 31 December 2016** (continued)

**3c. ENDOWMENT**

**EXPENDITURE**

	<b>St Mary Abbots</b>	<b>Christ Church</b>	<b>St Philip's</b>	<b>Total 2016</b>	<b>Total 2015</b>
	£	£	£	£	£
<b><u>Costs of generating funds</u></b>					
Fund-raising activities	-	-	-	-	-
Support costs: administration	-	-	-	-	-
Investment management fees	644	-	-	<b>644</b>	766
	<b>644</b>	-	-	<b>644</b>	766
<b><u>Church Activities</u></b>					
Missionary and charitable giving:					
Overseas	-	-	-	-	-
Home	-	-	-	-	-
Ministry: Diocesan Parish Contribution	-	-	-	-	-
Clergy accommodation and expenses	-	-	-	-	-
Church running expenses	-	-	-	-	-
Church maintenance	-	-	-	-	-
Church major repairs	-	-	-	-	-
Services	-	-	-	-	-
Choir and music	4,000	-	-	<b>4,000</b>	4,000
Congregational Development (incl. Sunday School)	-	-	-	-	-
Church Hall repairs and maintenance	-	-	-	-	-
Salaries: Church	-	-	-	-	-
Hall	-	-	-	-	-
Staff Accommodation	-	-	-	-	-
Support Costs: administration	32	-	-	<b>32</b>	32
Depreciation	-	-	-	-	-
Sundry	-	-	-	-	-
	<b>4,032</b>	-	-	<b>4,032</b>	4,032
<b><u>Other Expenditure</u></b>					
Auditors fees	-	-	-	-	-
Solicitors fees	-	-	-	-	-
Surveyors fees	-	-	-	-	-
Support costs: administration	-	-	-	-	-
	-	-	-	-	-
<b>TOTAL ENDOWMENT EXPENDITURE</b>	<b>4,676</b>	-	-	<b>4,676</b>	4,798

Notes to the Financial Statements for the year ended 31 December 2016 (continued)

**4. STAFF COSTS & PCC MEMBER PAYMENTS**

<b>4a. Wages</b>	<b>St Mary Abbots</b>	<b>Christ Church</b>	<b>St Philip</b>	<b>2016</b>	<b>2015</b>
	£	£	£	£	£
Wages and salaries	146,809	30,240	39,072	<b>216,121</b>	165,496
Social security costs	10,041	-	646	<b>10,687</b>	11,158
Pension costs	5,317	-	-	<b>5,317</b>	6,214
Agency and other fees	1,595	-	-	<b>1,595</b>	9,850
<b>Total</b>	<b>163,762</b>	<b>30,240</b>	<b>39,718</b>	<b>233,720</b>	<b>192,718</b>
<b>Average number of employees</b>	<b>7</b>	<b>4</b>	<b>5</b>	<b>16</b>	<b>14</b>

In 2016, the PCC employed the following staff:

St Mary Abbots: a Virger, Relief Virger, Vicar's PA, Parish Administrator, Hall Manager, Relief Hall Manager and a Director of Fundraising.

St Philips: a Director of Music, an Administrator, a Caretaker, a Children's Ministry Leader and two job-share Church Managers.

Christ Church: an Administrator and a Choir Director.

None of the staff members earned the Act's minimum figure for declaration of £60,000 p.a.

**4b. Payments to PCC/Church Council Members**

St Mary Abbots – £19,979 (2015: £20,107) were paid in fees to Mr Mark Uglow as the Director of Music.

St Mary Abbots – Reimbursed expenses of £3,899 (2015: £3,693) were paid to 3 (2015: 3) PCC/Church Council members.

Christ Church – Reimbursed expenses of £2,107 were paid to a council member's wife (2015: £1,120 paid to a Council member's wife).

St Philip – Reimbursed expenses of £6,739 (2015: £9,129) were paid to 5 (2015: 5) Church Council members.

**4c. Donations by members**

St Mary Abbots – No donations were made from a PCC/Church Council member or a related party with conditions which would, or might, require St Mary Abbots to alter significantly the nature of its existing activities if it were to accept the donation. Donations without such conditions totalled £14,971 (£2015: £17,390) were received from 16 (2015: 17) PCC/Church Council members and/or their family members.

St Philip - No donations were made from a PCC/Church Council member or a related party with conditions which would, or might, require St Mary Abbots to alter significantly the nature of its existing activities if it were to accept the donation. Donations without such conditions totalled £20,907 (£2015: £19,101) were received from DCC/Church Council members / related parties.

**Notes to the Financial Statements for the year ended 31 December 2016 (continued)**

#### **4d. Church of England Pension Builder Scheme**

St Mary Abbots PCC (PB Classic) participates in the Pension Builder Scheme section of CWPF for lay staff. The Scheme is administered by the Church of England Pensions Board, which holds the assets of the schemes separately from those of the Employer and the other participating employers.

The Church Workers Pension Fund has a section known as the Defined Benefits Scheme, a deferred annuity section known as Pension Builder Classic and a cash balance section known as Pension Builder 2014.

##### **Pension Builder Scheme**

The Pension Builder Scheme of the Church Workers Pension Fund is made up of two sections, Pension Builder Classic and Pension Builder 2014, both of which are classed as defined benefit schemes.

Pension Builder Classic provides a pension for members for payment from retirement, accumulated from contributions paid and converted into a deferred annuity during employment based on terms set and reviewed by the Church of England Pensions Board from time to time. Bonuses may also be declared, depending upon the investment returns and other factors.

Pension Builder 2014 is a cash balance scheme that provides a lump sum that members use to provide benefits at retirement. Pension contributions are recorded in an account for each member. This account may have bonuses added by the Board before retirement. The bonuses depend on investment experience and other factors. There is no requirement for the Board to grant any bonuses. The account, plus any bonuses declared, is payable from members' Normal Pension Age.

There is no sub-division of assets between employers in each section of the Pension Builder Scheme.

The scheme is considered to be a multi-employer scheme as described in Section 28 of FRS 102. This is because it is not possible to attribute the Pension Builder Scheme's assets and liabilities to specific employers and that contributions are accounted for as if the Scheme were a defined contribution scheme. The pensions costs charged to the SoFA in the year are contributions payable.

A valuation of the scheme is carried out once every three years. The most recent scheme valuation completed was carried out as at 31 December 2013. This revealed, on the ongoing assumptions used, a surplus of £0.5m. There is no requirement for deficit payments at the current time.

Pension Builder 2014 will be valued in relation to the lump sum payable to members at normal pension age. There are no annual pension benefits. Pension Builder 2014 commenced in February 2014 so the first full valuation of that section will be carried out at the next CWPF valuation date, 31 December 2016.

St Mary Abbots contributes 7.5% of basic salary. The contributions for the year totalled £5,317 (2015 - £6,214) and there were no contributions outstanding at the year end.

Notes to the Financial Statements for the year ended 31 December 2016 (continued)

**5. FIXED ASSETS FOR USE BY THE PCC**

<b>5a. Tangible fixed assets</b>		<b><u>ST MARY ABBOTS CHURCH</u></b>		
		Properties £	Equipment & Furniture £	Total £
ACTUAL/DEEMED COST	At 1 January 2016	2,678,115	41,050	2,719,165
	Revaluation gain on property	285,000	-	285,000
	At 31 December 2016	2,963,115	41,050	3,004,165
DEPRECIATION	At 1 January 2016	-	(35,500)	(35,550)
	Charge for the year	-	(2,775)	(2,775)
	At 31 December 2016	-	(38,275)	(38,275)
NET BOOK VALUE	At 31 December 2016	2,963,115	2,775	2,965,890
	At 31 December 2015	2,678,115	5,550	2,686,440
<b>5a. Tangible fixed assets</b>		<b><u>CHRIST CHURCH</u></b>		
		Computer Equipment £	Fixtures & Fittings £	Total £
ACTUAL/DEEMED COST	At 1 January 2016	1,854	30,850	32,704
	Additions	-	-	-
	At 31 December 2016	1,854	30,850	32,704
DEPRECIATION	At 1 January 2016	847	1,787	2,634
	Charge for the year	617	3,086	3,703
	At 31 December 2016	1,464	4,873	6,337
NET BOOK VALUE	At 31 December 2016	390	25,977	26,367
	At 31 December 2015	1,007	29,063	30,070
<b>5a. Tangible fixed assets</b>		<b><u>ST PHILIP</u></b>		
			Equipment & Furniture £	Total £
ACTUAL/DEEMED COST	At 1 January 2016		21,289	21,289
	Additions		-	-
	At 31 December 2016		21,289	21,289
DEPRECIATION	At 1 January 2016		15,882	15,882
	Charge for the year		2,965	2,965
	At 31 December 2016		18,847	18,847
NET BOOK VALUE	At 31 December 2016		2,442	2,442
	At 31 December 2015		5,407	5,407
<b>5a. Tangible fixed assets</b>		<b><u>PCC</u></b>		
		Properties £	Equipment & Furniture £	Total £
ACTUAL/DEEMED COST	At 1 January 2016	2,678,115	95,043	2,773,158
	Revaluation gain on property	285,000	-	285,000
	At 31 December 2016	2,963,115	95,043	3,048,158
DEPRECIATION	At 1 January 2016	-	54,016	54,016
	Charge for the year	-	9,443	9,443
	At 31 December 2016	-	63,459	63,459
NET BOOK VALUE	At 31 December 2016	2,963,115	31,584	2,994,699
	At 31 December 2015	2,678,115	41,027	2,719,142

**Notes to the Financial Statements for the year ended 31 December 2016** (continued)

**Equipment & Furniture** comprise:

St Mary Abbots:

- a second-hand chamber organ purchased in November 2015 for £11,100. Depreciation is charged over 4 years from 2015.
- An Allen digital organ purchased in 2000 for £29,950, which has been fully depreciated. The cost and the depreciation charge are included respectively in the brought forward figures above.

Christ Church:

- Computer equipment.
- Fixtures and fittings

St Philips:

- Equipment and furniture

**Properties:** Functional church properties are included in the accounts at deemed cost based on the insured values at 1 January 2006 when they were first included in the accounts as follows:

	£
Church Hall & garages	1,752,214
Cottage - Curate	242,109
Cottage - Hall Manager	242,109
8 Hornton Place	<u>441,683</u>
Total	<u>2,678,115</u>

The revaluation gain of £285,000 relates to 7B Vicarage Gate. The property was included in St Mary Abbots Accounts in December 2016. The revaluation of the property was done by an independent valuer on an open market basis.

The buildings are used for the benefit of the PCC to carry out its mission and ministry in the Parish, and are not intended for sale.

As functional buildings, their insurance valuations rather than market valuations have been included in the Accounts. An annual impairment review, carried out by the Hall Manager, has identified certain maintenance and repair works that will be carried out as soon as practicable.

**5b. Investment fixed assets**

**Listed Investments**

			£
			<b>459,770</b>
			<b>51,544</b>
			<b>(44,361)</b>
			<b>802</b>
			<b>75,295</b>
			<b>543,050</b>
			<b>316,571</b>
			<b>£</b>
	UK Investments	Non-UK Investments	<b>Total</b>
	£	£	<b>£</b>
General	68,526	-	68,526
Clergy House	77,894	107,662	185,556
Mary Isa Trust (Renovation)	111,044	44,123	155,167
Curtis Bequest	71,632	62,169	133,801
	<u>329,096</u>	<u>213,954</u>	<u>543,050</u>

Notes to the Financial Statements for the year ended 31 December 2016 (continued)

**6. ANALYSIS OF NET ASSETS BY FUND**

**6a. UNRESTRICTED**

	<b>St Mary Abbots</b>	<b>Christ Church</b>	<b>St Philip's</b>	<b>Total 2016</b>	<b>Total 2015</b>
	£	£	£	£	£
Fixed Assets for Church use					
Functional properties	2,963,115	-	-	<b>2,963,115</b>	2,678,115
Other tangible fixed assets	-	26,367	2,442	<b>28,809</b>	35,477
Investment Fixed Assets	409,249	-	-	<b>409,249</b>	351,366
Current Assets	792,108	386,870	128,901	<b>1,307,879</b>	880,238
Current Liabilities	(88,468)	(13,175)	(16,601)	<b>(118,244)</b>	(72,295)
<b>Fund balance</b>	<b>4,076,004</b>	<b>400,062</b>	<b>114,742</b>	<b>4,590,808</b>	<b>3,872,901</b>

**6b. RESTRICTED**

	<b>St Mary Abbots</b>	<b>Christ Church</b>	<b>St Philip's</b>	<b>Total 2016</b>	<b>Total 2015</b>
	£	£	£	£	£
Fixed Assets for Church use					
Functional properties	-	-	-	-	-
Other tangible fixed assets	2,775	-	-	<b>2,775</b>	<b>5,550</b>
Investment Fixed Assets	-	-	-	-	-
Current Assets	14,476	103,655	15,532	<b>133,643</b>	<b>33,167</b>
Current Liabilities	(353)	(42,351)	-	<b>(42,704)</b>	<b>(20,473)</b>
<b>Fund balance</b>	<b>16,898</b>	<b>61,284</b>	<b>15,532</b>	<b>93,714</b>	<b>18,244</b>

**6c. ENDOWMENT**

	<b>St Mary Abbots</b>	<b>Christ Church</b>	<b>St Philip's</b>	<b>Total 2016</b>	<b>Total 2015</b>
	£	£	£	£	£
Fixed Assets for Church use					
Functional properties	-	-	-	-	-
Other tangible fixed assets	-	-	-	-	-
Investment Fixed Assets	133,801	-	-	<b>133,801</b>	108,404
Current Assets	31,222	-	-	<b>31,222</b>	33,027
Current Liabilities	-	-	-	-	(167)
<b>Fund balance</b>	<b>165,023</b>	<b>-</b>	<b>-</b>	<b>165,023</b>	<b>141,264</b>

**7. DEBTORS**

	<b>St Mary Abbots</b>	<b>Christ Church</b>	<b>St Philip's</b>	<b>Total 2016</b>	<b>Total 2015</b>
	£	£	£	£	£
Income tax recoverable	9,582	-	9,847	<b>19,429</b>	<b>15,333</b>
Prepayment and accrued income	18,673	86,786	12,465	<b>117,924</b>	<b>92,890</b>
<b>Total</b>	<b>28,255</b>	<b>65,206</b>	<b>22,312</b>	<b>137,353</b>	<b>108,223</b>

**8. LIABILITIES**

	<b>St Mary Abbots</b>	<b>Christ Church</b>	<b>St Philip's</b>	<b>Total 2016</b>	<b>Total 2015</b>
	£	£	£	£	£
Creditors	63,671	42,351	9,676	<b>115,698</b>	<b>54,438</b>
Accruals	25,150	13,175	6,925	<b>42,250</b>	<b>38,497</b>
<b>Total</b>	<b>88,821</b>	<b>55,526</b>	<b>16,601</b>	<b>160,948</b>	<b>92,935</b>

Notes to the Financial Statements for the year ended 31 December 2016 (continued)

**9. ALLOCATION OF NET ASSETS BY FUNDS**

		Balance b/f 1.1.2016 £	Net Income/ (Expenses) £	Gains on Revaluation of Fixed Assets £	Transfer to/ from other funds £	Balance c/f 31.12.2016 £
<b>9a. UNRESTRICTED FUNDS</b>						
<b>St Philip:</b>	General	93,583	21,159	-	-	<b>114,742</b>
<b>Christ Church:</b>	General	141,512	60,477	-	-	<b>201,989</b>
	Accommodation	184,428	-	-	-	<b>184,428</b>
	Roof Repair Fund	12,775	870	-	-	<b>13,645</b>
<b>St Mary Abbots:</b>	General Fund	330,407	30,457	4,532	(48,374)	<b>317,022</b>
	Enfranchisement Capital	-	301,955	-	-	<b>301,955</b>
	Bequests	21,649	1,095	-	(3,277)	<b>19,467</b>
	Hall Maintenance	30,264	143	-	-	<b>30,407</b>
	Christ Church Clergy Cottage	215,697	9,603	26,751	-	<b>252,051</b>
	Mary Isa Trust (Renovation)	164,471	5,817	21,699	-	<b>191,987</b>
	<b>Sub-total</b>	<b>1,194,786</b>	<b>431,476</b>	<b>52,982</b>	<b>(51,651)</b>	<b>1,627,693</b>
<b>St Mary Abbots:</b>	Properties	2,678,115	-	-	-	<b>2,678,115</b>
	Revaluation Reserve	-	-	285,000	-	<b>285,000</b>
<b>TOTAL UNRESTRICTED FUNDS</b>		<b>3,872,901</b>	<b>431,576</b>	<b>337,982</b>	<b>(51,651)</b>	<b>4,590,808</b>
<b>9b. RESTRICTED FUNDS</b>						
<b>St Philip:</b>	The Community Fund	-	4,625	-	-	<b>4,625</b>
	Piano	3,132	6,410	-	-	<b>9,542</b>
	Improving St Philip's Fund	1,250	115	-	-	<b>1365</b>
<b>Christ Church:</b>	Piano, Organ and Fabric	644	(402)	-	-	<b>242</b>
	Garden Turf Fund	36	-	-	-	<b>36</b>
	Railing fund	-	11,850	-	-	<b>11,850</b>
	Community Appeal Building Fund	-	49,156	-	-	<b>49,156</b>
<b>St Mary Abbots:</b>	Appeal	5,281	(39,960)	-	48,374	<b>13,695</b>
	Garth	-	(506)	-	506	<b>-</b>
	Hassocks, Church Ornaments & Books	1,249	(821)	-	-	<b>428</b>
	Organ Repair	5,550	(2,775)	-	-	<b>2,775</b>
	Resurrection Chapel	1,102	(3,873)	-	2,771	<b>-</b>
<b>TOTAL RESTRICTED FUNDS</b>		<b>18,244</b>	<b>23,819</b>	<b>-</b>	<b>51,651</b>	<b>93,714</b>
<b>9c. ENDOWMENT FUNDS</b>						
<b>St Mary Abbots:</b>	Curtis Bequest Fund	141,264	644	23,115	-	<b>165,023</b>
<b>TOTAL FUNDS</b>		<b>4,032,409</b>	<b>456,039</b>	<b>361,097</b>	<b>-</b>	<b>4,849,545</b>

**9d. ALLOCATION OF NET ASSETS BY FUND**

**St Philip's:**

The Community Fund is to accommodate donations for community engagement.

The Piano Fund is to refurbish and maintain the church's concert grand piano.

The Improving St Philip's fund is to help fund improvements to the building and contents.

**Notes to the Financial Statements for the year ended 31 December 2016 (continued)**

**9d. ALLOCATION OF NET ASSETS BY FUND (continued)**

**Christ Church:**

The Designated Accommodation Fund is an unrestricted fund that was created from the net proceeds received from the sale of 7 Argyll Court in September 2000 and from the interest earned subsequently. The fund is maintained in a separately held CCLA Deposit Fund under the control of the Diocese and can only be used for the purchase of a property of the church as and when it becomes necessary to do so.

The Designated Roof Repair, Fabric and Tree Fund is an unrestricted fund created from money donated by Christ Church Community Trust mainly to fund major repairs to the church roof but also covering removal of trees and architects fees for abortive work on the church fabric.

The Piano, Organ and Fabric Fund is a restricted fund and includes donations received specifically for the purchase of a new piano as well as donations received towards the Church organ and fabric.

The Community Appeal Building Fund is a restricted fund created for renovation of the Church building through community appeal, grants and by organising various charity events. This was created in 2014. Further funds were raised during 2015 and 2016 for the west end building works and the subsequent roof repairs carried out in 2016. The funds were used for the west end building renovation and to finance shortfall in the roof work after all specific grants were used for this work. The balance in this fund will continue to be used for the east end building renovation proposed to be undertaken in 2017.

A Roof repair fund was created in 2016 for the purpose of financing the roof refurbishment carried on during the year. The fund was financed by a £100,000 specific grant from Listed Places of Worship Trust and a £20,000 grant received from Charity Aid Foundation. DCMS VAT rebate grant equivalent to the VAT paid on the roof refurbishment work was also added to this fund. All the fund thus obtained for roof work was spent on the same during the year.

A Railing fund was also started in 2016 for funding the railings to be constructed in 2017.

The Garden Turf Fund was a fund created in 2015. It was formed out of a £ 6,400 donation received from Royal Borough of Kensington and Chelsea towards laying of the garden lawn turf. Almost all of this donation, except a £36 balance was spent during 2015 exclusively for this purpose. The £36 balance continues to remain in the fund.

**St Mary Abbots:**

**Enfranchisement Capital:** During the year, income of: £301,955 was received in relation to the enfranchisement of 7A Vicarage Gate. The Church Council resolved to designate this income, in order for appropriate consideration to be given as to how best to utilise the funds. A detailed plan for the expenditure of this money will be developed in consultation with the Church Council over the second quarter of 2017.

**Appeal:** An appeal was launched to raise funds for the re-ordering of the church.  
The final costs for the Roof was paid out of General Fund

**Garth:** An appeal was launched to raise funds for the creation of a garth to inter cremated remains in the churchyard. The works were completed in 2015, and retention payments were made in 2016 with a transfer of £506 from the Bequest Fund.

**Hassocks, Church ornaments & Books:** A balance of payment of £3,390 for the chalice in memory of Blossom Barrow was made in 2016.

Donations and Grants were received to install six training dumb-bells at a cost of £29,770.

**Resurrection Chapel:** Works were completed in 2015, and retention payments were made in 2016. A transfer of £2,771 from the Bequest Fund was needed to cover these costs and that for moving the Angel statue.

The Curtis Bequest Fund is an endowment fund that was bequeathed to the Vicar and Churchwardens of St Mary Abbots Church in March 1965. The income from this Fund is used for the promotion and upkeep of the choir, the organ and church music. The London Diocesan Fund act as Custodian Trustees, and the capital value of £28,569 of this fund is kept as a permanent endowment. The remaining capital value of the fund is permitted to be expended, but only when the Vicar and Churchwardens, in exceptional circumstances, 'deem it necessary'.

Notes to the Financial Statements for the year ended 31 December 2016 (continued)

10. STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2015

	Notes	Unrestricted Funds		Restricted	Endowment	Total
		Properties	General	Funds	Funds	2015
		£	£	£		£
<b>Income and endowments from:</b>	2a,b,c					
Donations and legacies		-	391,890	594,812	-	<b>986,702</b>
Other trading activities		-	463,144	22,796	-	<b>485,940</b>
Investment income		-	21,257	214	6,352	<b>27,823</b>
Charitable activities		-	24,544	872	-	<b>25,416</b>
Other		-	22,920	-	-	<b>22,920</b>
<b>Total</b>		-	<b>923,755</b>	<b>618,694</b>	<b>6,352</b>	<b>1,548,801</b>
<b>Expenditure on:</b>	3a,b,c					
Raising funds		-	34,372	28,545	766	<b>63,683</b>
Charitable activities		-	822,734	1,176,894	4,032	<b>2,003,660</b>
Other		-	52,439	-	-	<b>52,439</b>
<b>Total</b>		-	<b>909,545</b>	<b>1,205,439</b>	<b>4,798</b>	<b>2,119,782</b>
<b>Net income/ (expenditure)</b>		-	14,210	(586,745)	1,554	<b>(570,981)</b>
Transfers between funds		-	(480,117)	480,117	-	-
<b>Net income/ (expenditure) after transfers</b>		-	<b>(465,907)</b>	<b>(106,628)</b>	<b>1,554</b>	<b>(570,981)</b>
Gains & losses on investment assets:						
On disposal	5b	-	49,636	-	4,758	<b>54,394</b>
On revaluation	5b	-	(56,903)	-	(11,417)	<b>(68,320)</b>
Net Movement in Funds		-	(473,174)	(106,628)	(5,105)	<b>(584,907)</b>
Balance brought forward at 1.1.2015		2,678,115	1,667,960	124,872	146,369	<b>4,617,316</b>
<b>Balance carried forward at 31.12.2015</b>		<b>2,678,115</b>	<b>1,194,786</b>	<b>18,244</b>	<b>141,264</b>	<b>4,032,409</b>

**Notes to the Financial Statements for the year ended 31 December 2016 (continued)**

### 11. RELATED PARTIES

Following the re-organisation in the Kensington Deanery, a new Parish Scheme came into effect from February 2006. The PCC was no longer responsible for St George's Church, and became responsible for St Mary Abbots, Christ Church and St Philip. Each church is responsible for producing its own financial statements and they each have their own financial infrastructure. They operate independently within the confines of the PCC.

The cost of the PCC audit fee for the 2015 Accounts was shared between the three churches in 2016.

The Christ Church Community Trust provided a grant of £13,652 (2015: £258,757) to Christ Church for building works.

### 12. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2016 the church had annual commitments under non-cancellable operating leases as follows:

	2016	2015
	£	£
Expiry date within two to five years	3,446	3,446

### 13. SUPPORT COSTS

For St Mary Abbots Church, the support cost of administration which includes the salaries of the administrator, Vicar's PA and Director of Fundraising, has been apportioned to raising funds, charitable activities and governance.

For St Philips Church, salaries have been allocated to raising funds and charitable activities.

### 14. TRANSITION TO FRS102

The PCC is a first time adopter of FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council. The last financial statements prepared under previously extant UK GAAP were for the year ended 31 December 2015 and the date of transition to FRS 102 was therefore 1 January 2016. As a consequence of the adoption of FRS 102, there has been no effect on accounting policies. In addition, the transition has had no effect on the PCC's reported financial position and financial performance.

