

Sheffield **Methodist** District

South Yorkshire, North Nottinghamshire, North East Derbyshire



Annual report and accounts

For the year ended 31 August 2019

Registered charity number 1129363

Reference and administrative details

Registered charity number: 1129363

Address:

Sheffield Methodist District Office
Room 47, Victoria Hall Methodist Church
Norfolk Street
Sheffield S1 2JB

The following body was the custodian trustee throughout the year and up to the date of this report: The Trustees for Methodist Church Purposes

The following persons were managing trustees during the year or up to the date of approval of this report:

Office holders:

Rev Gill Newton (Chair)
Rev Sean Adair
David Burton (appointed 14 September 2019)
Gill Daly
Elizabeth Janine Eldred
Neil Harland
Rev Margaret Mwaile
John Purdy
Rev Peter Sheasby (resigned 14 September 2019)

Circuit representatives:

Jon Bellfield
Joyce Bromley
Rev Sally Coleman (appointed 16 May 2019)
Rev Tim Crome (resigned 16 May 2019)
Janet Hampshire
Rev Michael Neal
Rev Adrian Perry
John Walker
Griff Wynne

Structure, governance and management

The District's governing document is the Constitutional Practice and Discipline of the Methodist Church of Great Britain. The District Leadership team, who are the managing trustees, include office holders appointed annually by the District Synod and representatives appointed by Circuits within the District.

Synod meets twice each year. The District Leadership Team and other District meetings meet regularly throughout the year. Further authorities to act on behalf of the District between meetings are delegated to the Chair and various District officers.

Objectives and activities

The objects of the District are set out in the Methodist Church Act 1976 (clause 4): advancement of religion and any charitable purpose of the Methodist Church or church organisation.

The main activities undertaken for the public benefit in relation to these objects are the promotion of Christianity through the staging of events, supporting Methodist and other charities in South Yorkshire, north Nottinghamshire and north-east Derbyshire, and financially, through provision of technical guidance and in prayer.

Achievements and performance

The primary focus of the District Leadership Team during the year has been on delivering our mission policy:

Developing a positive culture for discipleship through learning, changing and joining in

- **Learning:** We will help people become, learn and grow into confident disciples of Jesus
- **Changing:** We will support Circuits and local churches as they respond to the transforming work of God's Spirit
- **Joining in:** We will resource Circuits and local churches as they join in God's mission both within their own life and the life of the world.

We held our second Mission Forum, circuits in recognising vocations, being confident in use of resources and developing leadership. We also began a pattern of Stationing Forums, identifying staffing priorities across our circuits.

Grants awarded were largely focussed on support of outreach projects with potential for high impact initiated by churches and circuits. We also made some grants in support of property redevelopments and provided practical support and assistance to churches investing in remodelling their premises to meet contemporary needs. We also continued our training grants programmes for ordained ministers and lay members of our churches.

We were pleased to secure new multi-year funding to develop District-led projects including our *Who is your Neighbour?* community mediation service, the 35 Chapel Walk creative arts outreach and our Mission Development Support Worker.

District officers and advisors continue to provide expert support and guidance to local churches and circuits on a wide range of matters including personnel, safeguarding, property, worship and finance. We continue to use our synod gatherings to model best practice in worship and providing engaging seminars. Our theme for the year was "intentional faith development", with speakers including Lucy Moore, founder of the Messy Church movement.

Financial review

The financial statements have been prepared in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities (FRS 102)' effective 1 January 2015 ("2015 SORP") and Financial Reporting Standard 102 ("FRS 102").

The District recorded a small surplus of £1,000. In the prior year the District recorded a deficit of £169,000, largely due to grants approved from the Advance Fund being more than contributions received and planned reduction in unrestricted funds through funding of fixed term mission projects. Unrestricted reserves reduced in 2018/19 as we utilised remaining surplus reserves as match funding for external funding secured.

The principal recurring sources of funds continue to be obligatory payments by Methodist Circuits in the District and grants from the connexional Methodist Church Fund and other Methodist bodies. *Who is Your Neighbour?* continued to attract support from non-Methodist trusts.

The major items of District expenditure continued to be £184,000 (2018: £265,000) on grants and donations, and £212,000 (2018: £186,000) on staff engaged in the District's direct mission projects or providing support and advice to Methodist organisations within the District.

No investments are held outside of the Trustees for Methodist Church Purposes.

Reserves policy

Advance fund: The reserves policy for the District Advance Fund is that the District will only award grants from the liquid funds available, after making allowance for grants pledged but not yet paid over and any specific anticipated future commitments. Grants are awarded in accordance with the District mission policy and usually for a period of not more than three years. The uncommitted DAF funds at 31 August 2019 were £36,000.

Other unrestricted funds: The policy of the District is to maintain liquid funds (i.e. net current assets) in other unrestricted funds equivalent to between three and six months expenditure. Liquid funds amounted to four months of expenditure at 31 August 2019 (31 August 2018: 13 months). This represents the completion of a four-year planned programme to reduce reserves in a controlled manner to a level in line with our policy.

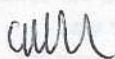
Other funds are held for specific purposes, with the policy of the District being to ensure that sufficient amounts are held in or available to each fund in order to meet its future specific commitments. Restricted fund balances at 31 August 2019 are:

- *Who is Your Neighbour?* (balance £96,000) being amounts allocated or received in support of this project promoting unity and challenging prejudice across South Yorkshire communities. All existing commitments are expected to be met from secured funding.
- Methodist Women in Britain (£1,000) to equip women to fully participate in the life of the Christian church and in society.
- Edgar Hodkin bequest (£4,000) being utilised to support District youth initiatives
- Learning Network (£17,000) to fund training events organised by the Yorkshire Plus Learning Network regional team
- Mission Development Support Worker (balance £13,000) being grant funding for this project to be spent in future periods. All existing commitments are expected to be met from secured funding.

Declaration

The trustees declare that they have approved the Trustees Report above.

Signed on behalf of the charity's trustees:



Rev Gill Newton
Chair



Neil Harland
Treasurer

3 June 2020

Independent Examiner's Report to the Trustees of Sheffield Methodist District

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 August 2019 which are set out on pages 5 to 17.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Simon Bladen FCA
Hawsons Limited
Chartered Accountants
Peagasus House
436a Glossop Road
Sheffield
S10 2QD

Date: 15 June 2020

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2019

	Note	Advance fund 2019 £'000	Other unrestricted funds 2019 £'000	Restricted funds 2019 £'000	Total 2019 £'000	Total 2018 £'000
<i>Income from:</i>						
Donations		2	1	9	12	11
Contributions from circuit model trust funds		141	-	-	141	181
Distribution from Connexional advance and property funds		10	-	-	10	10
Assessment on circuits		-	94	-	94	86
Grants received		2	1	216	219	105
Other charitable income		-	5	57	62	45
Total charitable activities		153	100	273	526	427
Other trading activities		-	6	-	6	9
Investments		4	1	-	5	4
Total income		159	108	282	549	451
<i>Expenditure on:</i>						
Grants and donations	6	(156)	(1)	(27)	(184)	(265)
Salaries and stipends	2	-	(39)	(173)	(212)	(186)
Administration and office		(1)	(19)	(8)	(28)	(22)
Property and insurance		-	(17)	(31)	(48)	(52)
Travel		-	(14)	(6)	(20)	(23)
Venue hire and event catering		-	(4)	(18)	(22)	(22)
Other charitable costs		-	(5)	(25)	(30)	(46)
Total charitable activities		(157)	(99)	(288)	(544)	(616)
Other trading activities		-	(4)	-	(4)	(4)
Total expenditure		(157)	(103)	(288)	(548)	(620)
Net income/ (expenditure)		2	5	(6)	1	(169)
Transfers between funds		-	(62)	62	-	-
Net movement in funds		2	(57)	56	1	(169)
Opening funds		34	316	75	425	594
Closing funds		36	259	131	426	425

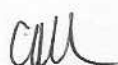
There were no recognised gains and losses in the year other than those presented above.

All activities are classed as continuing operations.

BALANCE SHEET AS AT 31 AUGUST 2019

	Note	2019 £'000	2018 £'000
Tangible fixed assets	7	228	232
Current assets			
Stock	8	5	5
Debtors	9	4	2
Investments with TMCP		372	424
Central Finance Board deposits		56	29
Cash at bank and in hand		119	111
Total current assets		556	571
Creditors: amounts falling due within one year	10	(298)	(360)
Net current assets		258	211
Total assets less current liabilities		486	443
Creditors: amounts falling due after more than one year	11	(60)	(18)
Net assets		426	425
Funds of the District:			
Advance fund	13	36	34
Other unrestricted funds	14	259	316
Restricted funds	15	131	75
Total funds		426	425

The financial statements were approved and authorised for issue by the District Leadership Team on 3 June 2020.



Rev Gill Newton
Chair



Neil Harland
Treasurer

Registered charity number 1129363

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2019

	Note	2019 £'000	2018 £'000
Net cash used in operating activities	17	(22)	(69)
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(6)
Interest		5	4
Net cash provided by/ (used for) investing activities		5	(2)
Decrease in cash and cash equivalents		(17)	(71)
Opening cash and cash equivalents		564	635
Closing cash and cash equivalents	18	547	564

Charity information

Sheffield Methodist District is a charity registered in England and Wales (number 1129363). Its registered address is Room 47, Victoria Hall Methodist Church, Norfolk Street, Sheffield, S1 2JB.

Basis of preparation

The Charity is a public benefit entity.

These financial statements have been prepared in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities (FRS 102)' effective 1 January 2015 ("2015 SORP") and Financial Reporting Standard 102 ("FRS 102"). They have been prepared under the historical cost convention.

These financial statements are presented in Pounds sterling £'000.

The principal accounting policies of the District are set out below.

Consolidation

The District oversees the work of Methodist churches and circuits within south Yorkshire, north Nottinghamshire and north-east Derbyshire but does not seek to control circuits or churches or their ministers or lay workers except in extreme circumstances. For this reason the financial results of these churches are not consolidated into these financial statements.

Going concern

The Trustees have prepared these financial statements on the going concern basis. The Trustees have reviewed forecasts to 30 June 2021 and on the basis of those forecasts believe that the District will be able to meet its liabilities as they fall due. These forecasts have been prepared conservatively, including risks and sensitivities to anticipated financial performance, including a review of actual performance compared to previous forecasts. Risks considered include potential reductions in income resulting from the COVID-19 outbreak. Based on the information currently available in respect of the future, the Trustees consider that the District has the plans and resources to manage its risks successfully and that there are no material uncertainties about the District's ability continue as a going concern.

Income

Income is not recognised until receipt is probable and the amount can be reliably measured.

Contributions from circuit model trust funds are levied on 1 September each year, calculated according to the balances included in these funds at this date, which are outside of the control of the District. They are recognised as income when levied.

Distributions from Connexional advance and property funds are received based on the balances and transactions within those funds, which are outside of the control of the District. Income is recognised when distributions are formally confirmed by Connexional officers.

Assessments on circuits are charged based on amounts agreed in advance with circuits as a contribution towards the running costs of the District. Assessments are recognised as income in the period to which the funding relates.

The District also acts as an agent in respect of Connexional assessments collected from circuits and remitted to the national Methodist Church Fund. These Connexional assessments are not recognised as income or expenditure in the statement of financial activity, because there is no obligation on the District to make up any shortfall in Connexional assessments from circuits.

Whilst time given to the District by many volunteers is essential to its work, this donation of time is not recognised in these financial statements since its value cannot be measured reliably for accounting purposes.

Expenditure

Resources expended are included in the statement of financial activities on an accruals basis, inclusive of VAT.

Grants pledged

Grants pledged by the District are recognised in full when the District is under a legal or constructive obligation to make the payment, usually once the grant has been approved by the District Leadership Team and the pledge communicated to the applicant.

Fixed assets

Individual fixed assets costing £1,000 or more are capitalised at cost.

Tangible fixed assets are stated at cost, net of depreciation. Existing historic costs have been retained on adoption of the 2015 SORP for all fixed assets.

Depreciation is calculated to write down the cost or valuation less estimated realisable value, of all tangible fixed assets over their expected useful lives. Depreciation is recognised on a straight line basis over the following periods:

- Freehold buildings: 50 years
- Freehold land is not depreciated
- IT equipment: 5 years

Where the District leases properties temporarily surplus to its own needs to individuals or other organisations these assets are classed as tangible fixed assets, since their fair value cannot be measured reliably without undue cost or effort.

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss.

Retirement benefits

Certain of the District's former lay employees are members of The Pensions Trust Growth Plan (Series 3), a multi-employer defined benefit pension scheme. Provision has been made in these financial statements for deficit plan payments agreed with the scheme's trustees.

Ordained ministers stationed within the District are entitled to become or remain members of the Methodist Ministers Pension Scheme. This is a defined benefit pension scheme. Monthly employer pension contributions are accounted for as expenditure in the statement of financial activities as they fall due. Payments to settle the deficit on this scheme are borne by the Methodist Connexion.

Leased assets

Rentals paid under operating leases are charged to the statement of financial activity on a straight line basis over the term of the lease.

Financial instruments

The Group holds only simple financial instruments, being debtors, creditors, cash and leases, which are recognised at cost less provision for estimated irrecoverable assets.

Current asset deposits in monetary assets held by the Trustees for Methodist Church Purposes (TMCP) as custodian trustees are categorised as cash equivalents since they are capable of being converted to cash with immediate effect on instruction by the District.

Central Finance Board deposits are also capable of immediate liquidation and so are classified as cash equivalents.

Restricted funds

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is allocated to the fund.

Unrestricted funds

Unrestricted funds are incoming resources received or generated for charitable purposes and are available for use at the discretion of the District Leadership Team in furtherance of the general objectives of the District.

1 Prior year statement of financial activities

Financial activities for the prior year comprise the following restricted and unrestricted income and expenditure:

	Note	Advance fund 2018 £'000	Other unrestricted funds 2018 £'000	Restricted funds 2018 £'000	Total 2018 £'000
<i>Income from:</i>					
Donations		2	-	9	11
Contributions from circuit model trust funds		181	-	-	181
Distribution from Connexional advance and property funds		10	-	-	10
Assessment on circuits		-	86	-	86
Grants received		-	-	105	105
Other charitable income		6	4	35	45
Total charitable activities		197	90	140	427
Other trading activities		-	9	-	9
Investments		3	1	-	4
Total income		202	100	149	451
<i>Expenditure on:</i>					
Grants and donations	6	(260)	(2)	(3)	(265)
Salaries and stipends	2	-	(38)	(148)	(186)
Administration and office		(1)	(14)	(7)	(22)
Property and insurance		-	(10)	(42)	(52)
Travel		-	(10)	(13)	(23)
Venue hire and event catering		-	(6)	(16)	(22)
Other charitable costs		-	(4)	(42)	(46)
Total charitable activities		(261)	(84)	(271)	(616)
Other trading activities		-	(4)	-	(4)
Total expenditure		(261)	(88)	(271)	(620)
Net income/ (expenditure)		(59)	12	(122)	(169)
Transfers between funds		(24)	(72)	96	-
Net movement in funds		(83)	(60)	(26)	(169)
Opening funds		117	376	101	594
Closing funds		34	316	75	425

2 Salaries and stipends

	2019	2018
	£'000	£'000
Salaries and stipends	182	162
Employer's national insurance contributions	14	10
Defined contribution pension costs	6	4
Defined benefit pension costs (MMPS)	10	10
	212	186

The average number of lay employees during the year was eleven (2018: nine). The District also bears the stipend cost of the Peak Park Rural Development Enabler and 50% of the stipend cost of the Venture FX Pioneer minister.

No employees receive benefits greater than £60,000 per annum.

The senior management personnel of the District is considered to be the Chair of District. The total cost to the District of providing taxable benefits in kind and the Chair's manse (in which the Chair is required to live in order to fulfil her duties) amounted to £8,000 (2018: £8,000). The stipend, employer's national insurance and employers pension contribution in respect of the Chair are borne by the Methodist Connexion.

3 Payments to trustees

One trustee (2018: one) received remuneration from the District for work undertaken on its behalf. No trustees received remuneration for services provided as a trustee.

	2019	2018
	£'000	£'000
Salary	21	5

The number of trustees who received reimbursed expenses or on whose behalf travel costs were paid by the District was six (2018: four).

	2019	2018
	£'000	£'000
Travel and subsistence costs reimbursed	10	7

4 Amounts received on behalf of other organisations

The District received £486,000 (2018: £504,000) from its circuits for the Methodist Church Fund in the form of the Connexional element of circuit assessments. These amounts are not included in the statement of financial performance because the District acted solely as a collection agent for these funds.

At 31 August 2019 no amounts remained to be remitted to the beneficiary organisations (31 August 2018: £2,000).

5 Independent examiner

The independent examiners' fee for reporting on these accounts amounts to £1,400 (2018: £1,350). No other services were provided to the District in either year by the independent examiner.

6 Grants awarded

The District awarded the following grants during the year:

	2019 £'000	2018 £'000
Advance Fund - property projects	27	208
Advance Fund - ministry projects	121	39
Restricted funds - ministry projects	15	-
Unrestricted funds - regional and ecumenical bodies	-	2
Restricted funds - other	10	3
Grants to institutions	173	252
Advance Fund - Learning and development	11	13
Unrestricted funds - benevolent payments	1	-
Restricted funds - other	2	-
Grants to individuals	14	13
Less Advance Fund grants lapsed	{3}	-
Total grants awarded	184	265

Grants from the Advance Fund are made in accordance with the District Mission Policy. Small learning and development grants are offered to Methodist ministers stationed to circuits within the District and to lay people in accordance with the Learning and Development and Ministerial Development policies. Further grants are made from unrestricted funds in support of regional and ecumenical bodies sponsored by the District. Details of these policies, together with further details of grants awarded to institutions are available on the District website www.sheffieldmethodist.org.

Other restricted grants comprise largely Learning Network grants and projects supported by Methodist Women in Britain.

7 Fixed assets

	Freehold land £'000	Freehold buildings £'000	IT equipment	Total £'000
Cost				
Opening	115	151	6	272
Closing	115	151	6	272
Depreciation				
Opening	-	39	1	40
Charge for the year	-	3	1	4
Closing	-	42	2	44
Net book value				
Opening	115	112	5	232
Closing	115	109	4	228

8 Stock

	2019 £'000	2018 £'000
Finished goods for resale	2	2
Raw materials	3	3
	5	5

9 Debtors

	2019 £'000	2018 £'000
Trade debtors	4	-
Prepayments	-	2
	4	2

10 Creditors – amounts falling due within one year

	2019 £'000	2018 £'000
Trade creditors	5	-
Grants payable	288	348
Defined benefit pension plan	1	2
Amounts collected for other organisations	-	2
Accruals	4	8
	298	360

11 Creditors – amounts falling due outside of one year

	2019 £'000	2018 £'000
Grants payable	56	13
Defined benefit pension plan	4	5
	60	18

12 Contingent liabilities

The District has made defined benefit pension commitments to certain employees through The Pensions Trust Growth Plan (Series 3), a multi-employer pension scheme. Withdrawal from the Growth Plan scheme could trigger a liability of £12,000 (31 August 2018: £13,000) in excess of pension contributions accrued for in these accounts. The District has chosen Series 4 of the Growth Plan, a defined contribution scheme, as its auto-enrolment pension scheme and so withdrawal from the Growth Plan is considered unlikely.

13 Advance fund

The district Advance fund receives income via annual contributions levied on circuit model trust funds and distributions from Connexional advance and property funds. The purpose of these levies and distributions is to release funds for where they are most required. This is an unrestricted fund and is used to make grants in accordance with the District Mission Policy or to support specific current initiatives undertaken by the District.

14 Other unrestricted funds

Unrestricted funds are available for use at the discretion of the District Leadership Team in furtherance of the general objectives of the District including activities mandated by the Methodist Connexion, such as provision of the Chair's manse and supporting the regulatory functions performed by various District officers.

15 Restricted funds

	Opening balance 1 September 2018 £'000	Income £'000	Expenditure £'000	Transfers £'000	Closing balance 31 August 2019 £'000
Edgar Hodkin bequest	22	1	(19)	-	4
Methodist Women in Britain	2	6	(7)	-	1
Who is Your Neighbour?	35	151	(90)	-	96
Venture FX Pioneer	-	1	(24)	23	-
Peak Park Rural Development Enabler	8	32	(53)	13	-
35 Chapel Walk	-	36	(51)	15	-
Learning Network	8	29	(24)	4	17
Mission Development Support Worker	-	26	(20)	7	13
Total charitable activities	75	282	(288)	62	131

	Opening balance 1 September 2017 £'000	Income £'000	Expenditure £'000	Transfers £'000	Closing balance 31 August 2018 £'000
Edgar Hodkin bequest	23	1	(2)	-	22
Manses trust	2	-	(2)	-	-
Methodist Women in Britain	2	5	(5)	-	2
Who is Your Neighbour?	56	88	(109)	-	35
Venture FX Pioneer	-	2	(25)	23	-
Peak Park Rural Development Enabler	18	17	(51)	24	8
35 Chapel Walk	-	12	(61)	49	-
Learning Network	-	24	(16)	-	8
Total charitable activities	101	149	(271)	96	75

Transfers into restricted funds represent match funding from unrestricted District funds towards projects partially funded by restricted grants and donations.

Restricted funds are to be used for purposes as directed by the donors:

- The *Edgar Hodkin bequest* is to be used for "Protestant evangelical Christian work", with the primary purpose being "the Sunday School work". The trustees intend to use the remainder of this bequest to support youth and children's work across the District.
- The *manes trust* was for maintenance of the Chair's manse and was fully utilised in 2018
- The Sheffield District branch of *Methodist Women in Britain* connects women with an interest in creative spirituality and a passion for global social justice.
- *Who is your neighbour?* works to help communities live more successfully with difference and be more resilient in dealing with divisions created by those who see difference as a threat.
- The District's *Venture FX Pioneer*, Rev Ric Stott, is engaged in developing and nurturing fresh expressions of church, with a specific focus on the creative arts.
- The *Peak Park Rural Development Enabler* works alongside churches across the Peak Park national park as they develop their mission and community engagement.
- *35 Chapel Walk* is an art space and community for creative people who dare to imagine that the world can be a better place.
- The *Learning Network* comprises income and costs relating to training events organised by the Yorkshire Plus Learning Network regional team
- The *Mission Development Support Worker* supports churches and circuits in overcoming barriers to risk-taking mission

16 Analysis of net assets between funds

Net assets at 31 August 2019 are represented by:

	Advance fund £'000	Other unrestricted funds £'000	Restricted funds £'000	Total £'000
Tangible fixed assets	-	226	2	228
Current assets	365	43	148	556
Current liabilities	(282)	(6)	(10)	(298)
Liabilities falling due outside of one year	(47)	(4)	(9)	(60)
Total net assets	36	259	131	426

Net assets at 31 August 2018 are represented by:

	Advance fund £'000	Other unrestricted funds £'000	Restricted funds £'000	Total £'000
Tangible fixed assets	-	229	3	232
Current assets	395	99	77	571
Current liabilities	(348)	(7)	(5)	(360)
Liabilities falling due outside of one year	(13)	(5)	-	(18)
Total net assets	34	316	75	425

17 Reconciliation of net cash flows from operating activities

	2019 £'000	2018 £'000
Net income/ (expenditure) for the year	1	(169)
Adjustments for:		
Depreciation charges	4	4
Interest	(5)	(4)
(Increase) in stock	-	(5)
(Increase)/ decrease in debtors	(2)	1
(Decrease)/ increase in creditors	(20)	104
Cash used in operating activities	(22)	(69)

18 Cash and cash equivalents

	2019 £'000	2018 £'000
Investments with TMCP	372	424
Central Finance Board deposits	56	29
Cash at bank and in hand	119	111
	547	564

19 Operating lease commitments

Total minimum commitments under non-cancellable operating leases for land and buildings are as follows:

	2019 £'000	2018 £'000
Operating leases expiring within one year	2	4

20 Related party transactions

All District trustees are members of churches and circuits within the District and may also be trustees of their church or circuit. Related parties include the Methodist Connexion, churches and circuits within the District and other Methodist entities. Other than as described in notes 2, 3, 4 and 6, the only transactions with related parties during the year requiring disclosure are as follows:

Party	Details	2019 £	2018 £
Grants received			
Manchester & Stockport District	Peak Park Rural Development Enabler	12,000	17,000
Methodist Connexion	Peak Park Rural Development Enabler	20,000	-
Methodist Connexion	<i>Who is Your Neighbour?</i>	70,000	66,064
Methodist Connexion	Mission Development Support Worker	25,758	-
Methodist Connexion	35 Chapel Walk	20,000	-
Methodist Connexion	Venture FX	1,483	1,949
Other receipts			
Methodist Connexion	Learning Network costs recharged	1,125	-
Yorkshire North & East District	Transfer of Learning Network regional fund balance, now accounted for and managed as a restricted fund of Sheffield Methodist District	-	6,145
Yorkshire North & East District	Retreat attendance fees and contributions	3,305	2,331
Yorkshire West District	Retreat attendance fees and contributions	2,853	4,339
various Methodist circuits & churches	Retreat attendance fees and contributions	4,300	2,107
Sheffield Circuit	Interest-free loan, repayable following and subject to successful launch of 35 Chapel Walk Art venture	-	3,500
Payments			
Yorkshire North & East District	Retreat and event costs	(4,266)	-
various Methodist circuits & churches	Hire of venues for events and regular activities	(13,908)	(14,000)
Year end balances receivable/ (payable)			
various Methodist circuits & churches		1,440	-
various Methodist circuits & churches		(420)	-