

ST LUKES PCC EDGBASTON, BIRMINGHAM

Charity Registration number : 1161342

**REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

ST LUKES PCC EDGBASTON, BIRMINGHAM

YEAR ENDED 31 DECEMBER 2017

TRUSTEES ANNUAL REPORT

Administrative Information

Registered Charity Number	1161342
Principal / registered address	St Luke's Church Centre, Great Colmore Street, Birmingham, B15 2AT
Bankers	Lloyds Bank 36-38 New Street, Birmingham, B2 4LP CCLA Senator House, 85 Queen Victoria Street, London, EC4V 4ET CAF Bank 25 Kings Hill Avenue, Kings Hill, West Malling, ME19 4JQ
Independent Examiner	C J Goodhead FCA Knight Goodhead Limited 7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, S053 3DA

St Luke's Edgbaston is part of the Diocese of Birmingham within the Church of England. The correspondence address is Priest in Charge, St Luke's Edgbaston, Great Colmore Street B15 2A. The PCC is a body corporate (PCC Powers Measure 1956, Church Representation Rules 2006).

The PCC Members who have served at any time from 24 April 2017 until the date of this report was approved are:

Ex Officio Members

Rev'd Tim Hughes – Priest-in-charge
Rev'd Amanda Howett – Parish Priest
Henry Rattle – Warden
Jonathan Pearson – Warden
Carol Applegate – Reader

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Elected Members

Vinod Bhatia

Thembi Sithole

Trevor Lewis (Deanery Synod Rep from 24 April 2017)

Jan Smart

Tom Green

Frank Harper

Structure, Government and Management

The method of appointment of PCC members is set out in the Church Representation Rules. At St Luke's Edgbaston, the membership of the PCC consists of the Priest-in-charge, the Parish Priest, the Church Wardens and then six members elected by the congregation who are on the electoral roll of the Church. Three members are elected by St Luke's Great Colmore Street and three by St Luke's Gas Street as agreed by the Annual Parochial Church Meeting on 24th April 2017 in accordance with the Church Representation Rules. All those who are members of the Church are encouraged to register on the Electoral Roll and stand for election of the PCC.

The PCC members are responsible for making decisions on all matters of general concern and importance to the parish including deciding on how the funds of the PCC are to be spent.

The full PCC meet six times a year with an average attendance rate of 80%. Given its wide remit, the PCC has two committees representing the two different church sites. These committees discuss and advise the PCC on all matters such as types of worship, fabric and mission.

Aims and Purposes

St Luke's Parochial Church Council (PCC) has the responsibility of co-operating with the Priest-in-charge, Reverend Tim Hughes and the Parish Priest, Reverend Amanda Howett, in promoting the whole mission of the Church, pastoral, evangelistic, social and ecumenical. The PCC is also responsible for the maintenance of Gas Street Church, Gas Street, Birmingham and St Luke's Church Centre, Great Colmore Street, Birmingham.

Objectives and Activities

The PCC is committed to enabling the two churches which make up the parish of St Luke's Edgbaston (St Luke's Great Colmore Street and Gas Street) to provide light and hope for the people in the city of Birmingham through the worship within the church buildings and through actions and activities in the community and beyond.

The PCC maintains an overview of worship at both church sites and advises on how the different congregations work together bringing their different gifts and skills to reach more people in Birmingham.

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The PCC are mindful of the Commission's guidance on the advancement of religion, particularly enabling people to live out their faith as part of our parish community. Outlined below are some of the ways that this is done;

- Across the two sites there are five opportunities to praise, worship and learn about the Gospel on a Sunday. Each service offers a different flavour and style so reflecting the varying needs, ages and heritages of our parishioners and those who come to St Luke's from outside the parish. In addition, services specifically aimed at younger members of the congregation are run at both sites on a regular basis.
- Courses such as the Alpha courses are run termly from each church site to introduce the Christian faith for those people within our city who are considering faith and what that means
- Mid-week groups enable worshippers within the Church community to meet, worship and talk about faith within a smaller environment

The PCC are also mindful of the Commission's guidelines on public benefit and so have encouraged the following activities;

- Weekly Friday Breakfast club and Monday "tea and toast" – two wonderful opportunities for young and old in the community to meet others of the same age and across the generations
- The Real Junk Food Project – this is hosted at St Luke's Great Colmore Street on Mondays and Fridays. Food which would have been thrown away by markets, supermarkets and suppliers is available to people on a 'pay as you can' basis
- The Light Project – this project welcomes vulnerable women to an event where they can be pampered and given new clothes, advice and support
- City Pastors – a group go out regularly to the clubbing district of Birmingham late night/early morning to aid clubbers who need help for whatever reason
- Night Shelter – in the week prior to Christmas, St Luke's Gas Street, in partnership with other city centre churches, hosted a night shelter for homeless men for three nights providing an evening meal, a bed a breakfast.

To facilitate this work, it is important that the PCC maintain the fabric of the Church of St Luke's Edgbaston, St Luke's Church Centre and Gas Street Church.

Achievements and Performance

St Luke's Edgbaston (Great Colmore Street Site)

- *worship God and experience His presence*

We meet twice on a Sunday at 9am and 11am and the numbers of these gatherings are continuing to slowly rise as we welcome new people into St Luke's. Some of these will have come via our mid-week groups which is always exciting. We are particularly seeing more families with children in church which is very exciting. This year we have enjoyed the increased collaboration between the two churches of the parish and have welcomed Rev'd

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Nick Drake (curate of both parishes as from July 2017) and his assistance in Sunday services and in mid-week activities.

We have drawn up a vision plan "2020 Vision" which includes a strategy for growth which looks to increase the number of people worshipping here. It also includes plans to connect with the community

Friday is a busy day here at St Luke's (more details below) but once the various community groups have wound down we gather to pray and thank God for all he is doing within our community.

On Tuesday evenings the music group gather to practice and this is also a time of worship and prayer. Once a month on the Tuesday prior to the first Sunday of the month we have recently started a 'Worship Evening' this has been a great time of sung worship and the sharing of testimonies and words from God. Everyone is welcome to come along to these gatherings.

- *To grow as disciples of Jesus*

St Luke's has both a daytime and an evening Bible study group. The congregation members have each been given a book as a gift which enables us to read through the key passages of the Bible. People have been encouraged to meet up with one or two others to discuss what they have read and what they are learning.

We are running another Alpha course this year following the success of the course last year. This will take place May to July and culminate in baptisms and confirmations in late July.

- *To share the love of God and Good News of Jesus with others (especially those in our community)*

We continue to work closely with St Thomas' school both at main Christian festivals and in more regular assemblies. We have also made contact with another school in the parish which has no church affiliation and so this year we will be strengthening those links and building a relationship with the Head and the staff.

During the summer months, we started a gardening club in the community and this was a real opportunity for people in the parish to enjoy the open air and meet others and helped foster some lovely conversations and relationships.

In November 2017 we started a toddler group here on a Friday running alongside our Friday breakfast club. The group is really flourishing with new parents and children coming along every week. We have been helped again with collaboration from St Luke's Gas Street as interns on a year placement at Gas Street come over and help host and run this event. Friday is a day when the Church building is buzzing with life and welcoming all ages from the community.

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- *To enjoy fellowship as the family of St Luke's*

This year we have enjoyed celebrating the 10th birthday of the centre and church building. Over the course of a weekend we had a community Barn Dance which produced a lot of fun and laughter, a prayer gathering and a wonderful Celebration service on the Sunday at which the school choir sang and people previously involved at St Luke's were invited to join us.

We continue to gather for fellowship meals after the 11am service once a month. This gives opportunity for people to talk together and for the congregation, including new members, to get to know each other better.

St Luke's Gas Street

- *Worship and Prayer*

We are welcoming about 700 worshipers each Sunday to our three gatherings. Over 70 people gave their lives to Christ during 2017 and those numbers continue to rise in 2018. We are continually excited and encouraged to hear of lives changed faith increased and hope to see more during this next twelve months.

- *Mid-Week Groups*

Our mid-week groups, Gas Street Groups, meet termly and offer a way for members of the church to meet in the week; to get to know each other, to pray together, to eat together and often to carry out some activity together be that fitness or more mission based.

The strength of the groups is in their diversity. There are such a range of groups that we hope that everyone who is part of our church community can find something that appeals to them and helps them grow whether that be with friendships and/or faith.

This year we have been encouraged by the groups who have reached out into our community and offered support in practical ways. Just before Christmas, the church was opened up as a night shelter for homeless men for three nights. These men were given food and a warm place to spend the night and it was a huge privilege for Gas Street to be involved in that. One group continue to offer support for vulnerable women, giving them clothes and toiletries and also holding regular events where they can come have breakfast and be looked after.

We continue to run Alpha each term and to be encouraged again by the lives changed of those who attend.

This year has also seen the launch of more geographically based groups. Groups meeting around the city to eat and pray together and provide friendship and community.

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- *Celebrations*

We welcomed over 1000 people into the buildings for our Christmas carol services at the start of December and over 800 more for our family carols. Lots of church members invited guests many of whom heard the gospel for the first time. It was a privilege to see so many of our church community feeling confident in faith to invite others into church.

As we approach Easter we look forward to our Good Friday event, 12 Hours. A day of readings, art installations and an opportunity to reflect and focus on the power of the Cross and our faith. It will culminate at 8pm with an opportunity to gather around the cross. We will then return on Easter Sunday to celebrate the great news of His resurrection.

- *Work with the Emerging Generation*

An integral part of our community are our kids and young people. Gas Street Kids continue to grow in number and we have been so encouraged by children telling their friends about church and encouraging them to come on a Sunday. Our 25 plus Gas Street Youth just go from strength to strength in their faith, their courage and enthusiasm. The older children now stay in our gatherings for the worship element as we seek to encourage them in their faith. Our Worship 4 Everyone gatherings also give the children a great opportunity to get involved, singing, reading or helping out with activities.

The work with students at Gas Street continues to grow and it is so great to hear how God is moving on the various university campuses in Birmingham touching young people's lives. The students meet at Gas Street each Tuesday during term time.

- *Building Work*

During this year the worship area has now been opened up into phase 2 and the glass panel and doors installed in the archway. This has expanded the worship area greatly and gives more space both on a Sunday and for mid-week activities.

Electoral Roll for the Parish

Currently St Luke's Great Colmore Street has 66 and at St Luke's Gas Street, there are currently 284 on the roll.

St Luke's Church Centre Complex

With the arrival of a new Centre Manager in April 2017, there has been much going on in the Church Centre.

After some of the smaller bookings left during 2016, bookings have been increased and income is healthy and growing. Community involvement is important and the details of this involvement is outlined above. The PCC receive regular feedback on the Centre and its income.

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Financial Review

The Gas St building was purchased by the Birmingham Diocese in 2015 and all the funds raised and project spend was handled on behalf of St Luke's by the Birmingham Diocese Board of Finance (BDBF) until 30th June 2016. To enable the BDBF to fund the purchase the Gas St congregation committed to service two loans: (i) a loan of £730,000, not on our balance sheet but with notional interest paid as a grant, being charged at base rate plus 3.5%; and (ii) an interest free loan of £340,000 repayable in annual instalments over 5 years. The balance of the loan as at 31st December 2017 was £204,000. This liability is reflected in our accounts for the first time in 2017, by way of an exceptional item of expenditure (£272,000) through our Statement of Financial Activities on 1 January and the annual repayment of £68,000.

The total income on unrestricted funds was £694,253 (2016 - £450,152); the detail of the income from donations of £596,765 (2016 - £316,516) is shown in the Financial Statements. The Gt Colmore St church centre is used significantly by the local community and produced an income of £62,298 (2016 - £37,434). The restricted fund income of £55,734 included a generous grant from the Joseph Rank Trust to enable the second phase of remedial and basic utilities installation at the Gas St site.

The total expenditure of unrestricted funds on Christian ministry was £556,875 (2016 - £253,045); this included staff cost of £218,394 (2016 - £72,084) and £25,531 (2016 - £24,809) towards the diocesan Common Fund, this fund is largely used to provide the stipends and housing for the clergy. We also gave a grant of £25,000 from our designated Mission Fund to St Mark's Coventry - our first church plant involvement.

The net result, after the notional interest of £26,919 (paid as a grant to the BDBF) is a decrease of £130,068 in unrestricted funds and a net balance carried forward of £272,490.

The restricted fund expenditure of £101,115 included £92,000 paid to the BDBF to finance phase 2 of the Gas St building project.

Reserves Policy

St Luke's scope of operation has increased dramatically in the first two years of operation and the PCC are in the process of formalising a reserves policy; it is however ensuring that it maintains sufficient cash to meet at least 3 months unrestricted payments.

Additional Information

The PCC would like to thank all the volunteers on both church sites who work tirelessly to make St Luke's Edgbaston a welcoming, worshiping and outward looking community. Many of these volunteers go unseen and unrecognised but the PCC is so thankful for their commitment, energies and time.

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Statement of responsibilities of the trustees

The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and the United Kingdom Generally Accepted Accounting Practise (UK GAAP).

The Charities Act requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the end of the year and of the surplus or deficiency for the year then ended.

In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- observe the methods and principles in the charities SORP
- 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 charity will continue in operation

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011. The Trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees and signed on their behalf by



Trustee

Rev. T. Hughes

15/04/18

INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES ON THE UNAUDITED ACCOUNTS OF ST LUKES PCC EDGBASTON, BIRMINGHAM

I report to the trustees on my examination of the accounts of St Lukes Parochial Church Council Edgbaston, Birmingham for the year ended 31 December 2017, which are set out on pages 10 to 21.

Responsibilities and basis of report

As the trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011.

I report in respect of my examination of the trustee's accounts carried out under section 145 of the 2011 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 2011 Act.

Independent examiner's statement

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.



C J Goodhead FCA
Knight Goodhead Limited
Chartered Accountants

7 Bournemouth Road
Chandler's Ford, Eastleigh
Hampshire, SO53 3DA

Dated: 15 April 2018

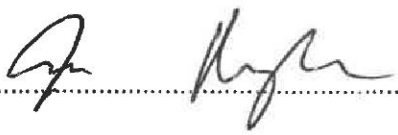
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STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2017 £	Total 2016 £
INCOME						
Donations and legacies		596,765	55,734	-	652,499	368,447
Charitable activities		8,659	-	-	8,659	1,932
Trading activities		67,693	-	-	67,693	40,423
Investments		9,917	-	-	9,917	8,326
Other income		11,219	-	-	11,219	4,811
Funds gifted from Gas Street congregation on 1 July 2016		-	-	-	-	84,113
Total income	3	694,253	55,734	-	749,987	508,052
EXPENDITURE						
Charitable activities	4	556,875	101,115	-	657,990	258,515
Recognition of Diocesan Loan at 1 January 2017	17	272,000	-	-	272,000	-
Total expenditure		828,875	101,115	-	929,990	258,515
NET INCOME BEFORE GAINS AND LOSSES		(134,622)	(45,381)	-	(180,003)	249,537
Investment gains and losses	8	10,344	13,086	553	23,983	26,521
NET INCOME BEFORE TRANSFERS		(124,278)	(32,295)	553	(156,020)	276,058
Transfers between funds		(5,790)	5,790	-	-	-
NET MOVEMENT IN FUNDS		(130,068)	(26,505)	553	(156,020)	276,058
FUND BALANCES AT 1 JANUARY 2017		402,558	228,917	6,387	637,862	361,804
FUND BALANCES AT 31 DECEMBER 2017	13	272,490	202,412	6,940	481,842	637,862

BALANCE SHEET AS AT 31 DECEMBER 2017

	Notes	£	2017 £	£	2016 £
FIXED ASSETS					
Investments	8	289,920		265,937	
Tangible assets	7	<u>92,969</u>		<u>94,935</u>	
			382,889		360,872
CURRENT ASSETS					
Debtors	9	45,301		37,681	
Cash at bank and in hand		<u>295,359</u>		<u>296,883</u>	
		340,660		334,564	
CREDITORS: amounts falling due within one year:	10	<u>(105,707)</u>		<u>(57,574)</u>	
NET CURRENT ASSETS			234,953		276,990
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>617,842</u>		<u>637,862</u>
CREDITORS: amount falling due in more than one year	11	(136,000)			-
			<u>481,842</u>		<u>637,862</u>
FUNDS	12-13				
Unrestricted:					
Designated		139,703		132,838	
Other unrestricted		<u>132,787</u>		<u>269,720</u>	
			272,490		402,558
Restricted			202,412		228,917
Endowment			6,940		6,387
TOTAL FUNDS			<u>481,842</u>		<u>637,862</u>

Signed on behalf of the PCC by:


 Rev. T. Hughes
 Trustee

Date:

15/04/18

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CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	2017 £	2016 £
NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES	1	12,996	236,757
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		9,917	8,326
Purchase of fixed assets		(24,437)	(48,613)
NET CASH FLOW		<u>(1,524)</u>	<u>196,470</u>
		2017 £	2016 £
Cash at the end of the year	2	295,359	296,883
Cash at start of the year		296,883	100,413
Increase in cash in the year		<u>(1,524)</u>	<u>196,470</u>

NOTES TO THE CASHFLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2017

1 RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2017 £	2016 £
Net movement in funds for the year	(156,020)	276,058
Interest received	(9,917)	(8,326)
Depreciation	26,403	8,485
(Increase)/decrease in debtors	(7,620)	(37,681)
Increase/(decrease) in creditors	184,133	57,574
Gain on investments	(23,983)	(26,521)
Non cash assets gifted from St Luke's Gas Street	-	(32,832)
Net cash flow from operating activities	<u>12,996</u>	<u>236,757</u>

2 ANALYSIS OF CASH AND CASH EQUIVALENTS

	2017 £	2016 £
Cash at bank and in hand	295,359	296,883
	<u>295,359</u>	<u>296,883</u>

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2017

1 ACCOUNTING POLICIES

(a) Basis of accounting

The financial statements have been prepared in accordance with applicable accounting standards, the Charities Act 2011 and the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102 (effective January 2015). They are prepared under the historical costs convention.

The accounts have been prepared on the going concern basis. There are no material uncertainties about the charity's ability to continue.

The charity is a public benefit organisation.

(b) Fund accounting

General funds represent the funds of the PCC that are not subject to any restrictions as to their use and are available for application on the general purposes of the PCC. Funds designated for a particular purpose by the PCC are also unrestricted.

Restricted funds are those funds that must be spent on restricted purposes and the details of the funds held and restrictions are provided in note 13.

Designated funds are funds earmarked by the trustees for a specific project/purpose.

(c) Income

The financial statements include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the financial statements of church groups that owe their main affiliation to another body nor those that are informal gatherings of church members.

• **Donations and legacies**

Collections are recognised when received by or on behalf of the PCC.

Planned giving receivable under pledge is recognised only when received.

Income tax recoverable on gift aid donations is recognised when the income is recognised.

Grant and legacies to the PCC are accounted for as soon as the PCC is notified of its legal entitlement and the amount due.

• **Charitable activities**

Funds raised from church events are accounted for when receivable.

Income is deferred when received for the purpose of funding missions to be carried out in the future.

• **Trading activities**

Rental income from the letting of the Centre is recognised when the rental is due.

• **Investments**

Dividends and interest are accounted for when receivable.

Realised gains and losses are recognised when investments are sold.

Unrealised gains or losses are accounted for on revaluations of investments at 31 December.

• **Other income**

Other income is accounted for when receivable.

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

1 ACCOUNTING POLICIES (continued)

(d) Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. It includes any VAT which cannot be fully recovered, and is allocated to the activity for which it relates.

• **Charitable Activities**

The Diocesan Parish Share is accounted for when payable.

Grants and donations are accounted for when paid over.

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned between activities in line with their respective proportion of income received.

(e) Fixed assets

The buildings at Great Colmore Street comprise an integrated Church and Church Centre. These are operated under a long term lease (99 years from 1 September 2007) from the Birmingham Diocesan Trust. The lease is restrictive and has no commercial value, so the accounts continue to show the property at its historical cost of £nil.

No value is placed on movable church furnishings held by the Church wardens on special trust for the PCC and which require a faculty for disposal.

All expenditure incurred during the year on non-consecrated buildings is written off as expenditure in the SOFA and separately disclosed. Expenditure on movable church furnishings is capitalised where the cost exceeds £1,000.

Non-consecrated property is not depreciated.

Equipment used within the church premises is depreciated on a straight line basis over 4 years (AV computer and fixtures and fittings), or 5 years (office equipment). Individual items with a purchase price of less than £1,000 are written off when the asset is acquired.

(f) Current assets

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

Short-term deposits include cash held on deposit either with the CBF Church of England Funds or at the bank.

2 ADMINISTRATIVE INFORMATION

The charity is unincorporated and was registered on 20 April 2015 with the Charity Commission in England and Wales. The registered number is 1161342.

The registered office of the charity is St Luke's Church Centre, Great Colmore Street, Birmingham, B15 2AT.

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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

3 INCOME	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2017 £	Total 2016 £
DONATIONS AND LEGACIES					
Planned giving:					
Gift Aided	203,979	-	-	203,979	79,262
Non gift aid	164,258	-	-	164,258	75,582
Tax recovery	63,115	-	-	63,115	25,402
	431,352	-	-	431,352	180,246
Other giving:					
One off giving	127,068	55,734	-	182,802	118,767
Collections	38,345	-	-	38,345	69,434
	165,413	55,734	-	221,147	188,201
Total donations and legacies	596,765	55,734	-	652,499	368,447
CHARITABLE ACTIVITIES					
Wedding and funeral fees	1,058	-	-	1,058	-
Event income	7,601	-	-	7,601	1,932
	8,659	-	-	8,659	1,932
TRADING ACTIVITIES					
Church hire	5,395	-	-	5,395	2,989
Community area hire	62,298	-	-	62,298	37,434
	67,693	-	-	67,693	40,423
INVESTMENTS					
Dividends	9,867	-	-	9,867	8,041
Interest	50	-	-	50	285
	9,917	-	-	9,917	8,326
OTHER INCOME					
Course income	3,970	-	-	3,970	-
Curates house	7,249	-	-	7,249	4,811
	11,219	-	-	11,219	4,811
Assets gifted from St Luke's Gas Street	-	-	-	-	84,113
TOTAL INCOME	694,253	55,734	-	749,987	508,052

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

4 EXPENDITURE

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2017 £	Total 2016 £
CHARITABLE ACTIVITIES					
Missionary and charitable giving (see also note 5)					
Special funds	400	-	-	400	22,612
Missions giving	38,565	3,423	-	41,988	5,056
Donations to Diocese	26,919	-	-	26,919	14,600
	65,884	3,423	-	69,307	42,268
Church events					
Worship costs	27,442	4	-	27,446	16,261
Community events	34,660	400	-	35,060	5,496
	62,102	404	-	62,506	21,757
Ministry					
Vicar expenses	5,112	-	-	5,112	4,346
Fees paid to Diocese	25,531	-	-	25,531	24,809
Music group	540	-	-	540	532
Sundry expenses	272	-	-	272	1,885
	31,455	-	-	31,455	31,572
Staff					
Salary, pensions, housing of youth & pastoral workers	218,394	5,288	-	223,682	76,992
Staff training	4,319	-	-	4,319	1,420
	222,713	5,288	-	228,001	78,412
Church and Centre running expenses					
Church running costs	23,935	-	-	23,935	17,627
Facilities costs	39,893	-	-	39,893	14,628
Insurance	1,577	-	-	1,577	-
Maintenance	492	-	-	492	-
Building development	22,366	92,000	-	114,366	-
Hospitality	2,232	-	-	2,232	958
	90,495	92,000	-	182,495	33,213
Movable furnishings and equipment					
Depreciation	26,403	-	-	26,403	8,485
	26,403	-	-	26,403	8,485

ST LUKES PCC, EDGBASTON, BIRMINGHAM**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)****4 EXPENDITURE (continued)**

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2017 £	Total 2016 £
Support Costs					
Office costs	19,368	-	-	19,368	14,650
General assistant	28,660	-	-	28,660	20,450
Parish administration	-	-	-	-	2,141
Photocopier	1,539	-	-	1,539	823
Subscriptions	1,740	-	-	1,740	-
Bank charges	900	-	-	900	503
Parochial administration	-	-	-	-	1,632
Travel costs	1,191	-	-	1,191	64
Legal and professional	2,727	-	-	2,727	739
Accountancy and independent examination	1,698	-	-	1,698	1,806
	57,823	-	-	57,823	42,808
TOTAL EXPENDITURE	556,875	101,115	-	657,990	258,515

Included within accountancy above are amounts due to the independent examiners in relation to independent examination of £1,680 (2016: £1,680).

5 GRANTS

Grants and donations totalled £69,307 (2016: £42,268). The following donations were made to institutions and totalled more than £1,000:

The Birmingham Diocese	£26,919
St Marks Coventry	£25,000
Canwalk	£2,000
Visible Ministries	£1,000
Home For Good	£1,000

6 STAFF COSTS

Staff costs relate to amounts recharged from the diocese.

See note 15 for disclosure of payments made to related parties.

ST LUKES PCC, EDGBASTON, BIRMINGHAM

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

7 TANGIBLE ASSETS

	Property £	AV equipment £	Fixtures & Fittings £	Office Equipment £	Total £
COST					
At beginning of year	21,975	54,077	25,990	1,378	103,420
Additions	-	13,412	11,025	-	24,437
At end of year	21,975	67,489	37,015	1,378	127,857
DEPRECIATION					
At beginning of year	-	1,711	6,498	276	8,485
Charge for year	-	16,873	9,254	276	26,403
At end of year	-	18,584	15,752	552	34,888
NET BOOK VALUE					
At end of year	21,975	48,905	21,263	826	92,969
At beginning of year	21,975	52,366	19,492	1,102	94,935

8 FIXED ASSET INVESTMENTS

	£
<i>CCLA investments</i>	
Market value of investments at 1 January 2017	265,937
Additions during year	-
Disposals during year	-
Gain/(loss) on revaluation of investment assets	23,983
Market value of investments at 31 December 2017	289,920

9 DEBTORS

	2017 £	2016 £
Trade debtors	27,530	25,334
Prepayments and accrued income	2,796	12,347
Other debtors	14,975	-
	45,301	37,681

10 CREDITORS: amounts falling due within one year

	2017 £	2016 £
Diocesan loan (see note 17)	68,000	-
Accruals	1,680	57,448
Other creditors	29,000	126
Deferred income	7,027	-
	105,707	57,574

ST LUKES PCC, EDGBASTON, BIRMINGHAM

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

11 CREDITORS: amounts falling due after one year	2017 £	2016 £
Diocesan loan (see note 17)	<u>136,000</u>	<u>-</u>

12 FUNDS

The restricted funds are established for the following purposes:

Sick and Poor	To provide assistance to the sick and poor.
Assistant Clergy	To provide funding for assistant clergy costs.
Repair fund	To fund repair works required on the church building.
Extension fund	To fund a potential new extension to the church buildings.
Church repair	To help fund repair work on the church buildings.
Gas Street Phase 2	To fund the renovation work at Gas Street.
Leadership development	To provide training and support to the leadership team.
Café	To purchase soft furnishing for the Café.
Christmas presents for children	To purchase presents for children in care.
Homeless shelter	To run a Night Shelter over Christmas for 10 rough sleepers.
The light project	To fund work with vulnerable women.

The designated funds are established for the following purposes:

Education fund	To provide spiritual education to members of the church.
Assistant Clergy	To provide funding for assistant clergy costs.
Extension fund	To fund a Great Colmore Street extension.
Repair fund	To fund repair works required on the church building.
Missions fund	Each year, the church aims to dedicate at least 10% of its income for missional purposes. Part is given as grants to external projects with charitable objectives compatible with those of St Luke's; the other part is used to fund community engagement activities carried out by St Luke's members.

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

13 MOVEMENT IN FUNDS

	Balance at 1 January 2017 £	Income £	Expenditure £	Gain on Investments £	Transfers between funds £	Balance at 31 December 2017 £
Restricted funds						
Sick and Poor	9,282	-	-	-	-	9,282
Assistant Clergy	139,353	4,153	-	10,597	-	154,103
Repair fund	6,760	-	-	614	-	7,374
Extension fund	20,776	735	-	1,875	-	23,386
Church repair	335	240	-	-	-	575
Gas Street Phase 2 building fund	42,504	43,865	(92,000)	-	5,631	-
Leadership development	9,907	1,325	(5,288)	-	-	5,944
Café	-	2,000	(400)	-	-	1,600
Christmas presents for children	-	2,516	(2,603)	-	87	-
Homeless shelter	-	150	(222)	-	72	-
The light project	-	750	(602)	-	-	148
	228,917	55,734	(101,115)	13,086	5,790	202,412
Endowment funds						
Nichols	1,251	-	-	108	-	1,359
T Welche	1,237	-	-	107	-	1,344
Reeves Charity	2,039	-	-	177	-	2,216
Emma Halls	1,169	-	-	101	-	1,270
St Lukes RF	691	-	-	60	-	751
	6,387	-	-	553	-	6,940
Designated funds						
Education fund	6,354	-	-	-	-	6,354
Assistant Clergy	17,688	-	-	415	-	18,103
Extension fund	12,409	-	-	-	-	12,409
Repair fund	76,364	-	-	7,920	-	84,284
Missions fund	20,023	5,686	(38,565)	-	31,409	18,553
	132,838	5,686	(38,565)	8,335	31,409	139,703
Other unrestricted funds	269,720	688,567	(790,310)	2,009	(37,199)	132,787
Total funds	637,862	749,987	(929,990)	23,983	-	481,842

ST LUKES PCC, EDGBASTON, BIRMINGHAM

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

14 ANALYSIS OF FUNDS

Fund balances as at 31 December 2017 are represented by:

	Restricted funds £	Endowment funds £	Designated funds £	Other unrestricted funds £	Total 2017 £
Tangible fixed assets	-	-	-	92,969	92,969
Fixed asset investment	144,951	6,940	92,344	45,685	289,920
Current assets	57,461	-	47,359	235,840	340,660
Current liabilities	-	-	-	(105,707)	(105,707)
Long term liabilities	-	-	-	(136,000)	(136,000)
	202,412	6,940	139,703	132,787	481,842

15 RELATED PARTY TRANSACTIONS

Ashlea Solutions, a company controlled by F Harper, trustee, invoiced the charity a total of £198 (2016: £126) for accounting software services in the year.

16 COMMITMENTS

At the balance sheet date the charity had remaining commitments of £24,424 (2016: £36,636) under operating leases.

17 EXCEPTIONAL ITEM

Following the redevelopment of the Gas Street site, the PCC has a commitment to repay an interest free loan which the Diocese took on to help pay for the work. This loan is now reflected as a liability in the accounts, brought in as a depletion of funds of £272,000 being the balance outstanding at 1 January 2017. £68,000 was repaid in the year leaving a balance at 31 December 2017 of £204,000. This is due to be repaid by 3 further annual instalments of £68,000.