

**PAROCHIAL CHURCH COUNCIL
OF ST. MARY MAGDALENE,
PADDINGTON**

Registered Charity No: 1131696

**ANNUAL REPORT AND FINANCIAL
STATEMENTS FOR THE YEAR ENDED
31ST DECEMBER 2018**

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2018

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PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2018

REFERENCE AND ADMINISTRATIVE INFORMATION

St. Mary Magdalene's Church is part of the United Benefice of St Mary Magdalene and St Peter, Paddington. It is situated in Rowington Close, Warwick Estate, Paddington. It is part of the Diocese of London within the Church of England. The correspondence address is The Vicarage, Rowington Close, London W2 5TF.

The Parochial Church Council (PCC) is a registered charity (No. 1131696).

PCC members who have served from 1st January 2018 until the date this report was approved are:

Incumbent:	The Revd Henry Everett	Chairman
Wardens:	Nicky Chakravorty Terry O'Brien	Vice Chairman
Representative on the Deanery Synod:	David Wingfield Cassandra Isaac	(until April 2018) (from April 2018)
Elected members:	Virginia Ashton Carolyn Barker-Mill Lesley Chakravorty Cathy Duckett Anne Henley Nicholas Kaye Sarah O'Kane	Treasurer

STRUCTURE, GOVERNANCE AND MANAGEMENT

The method of appointment of PCC members is set out in the Church Representation Rules. All Church attendees are encouraged to register on the Electoral Roll and stand for election to the PCC.

The PCC met 7 times during the year in the vicarage. During the PCC meetings some time was spent on dealing with matters to do with the building projects, developing our Mission Action Plan and planning our return to the main church.

AIM AND PURPOSES

St Mary Magdalene's PCC has the responsibility of co-operating with the Vicar, in promoting in the ecclesiastical parish the whole mission of the Church, pastoral, evangelistic, social and ecumenical. It also has maintenance responsibilities for the Church building.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

OBJECTIVES AND ACTIVITIES

The PCC is committed to enabling as many people as possible to worship at our church and to become part of our parish community. The PCC maintains an overview of worship throughout the parish and makes suggestions on how our services can involve the many groups that live within our parish.

When planning our activities for the year, the vicar and the PCC have considered the Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. In particular we try to enable ordinary people to live out their faith as part of our parish community through:

Worship and prayer; learning about the Gospel; and developing their knowledge and trust in Jesus.
 Provision of pastoral care for people living in the parish.

To facilitate and further this work it is important that we maintain the fabric of the Church and continue with our restoration and development programme for the building.

Achievements and Performance

Church attendance

There are 35 parishioners on the Church Electoral Roll. Most of those on the roll are resident within the parish or within 2 miles of the church. The average attendance on an ordinary Sunday was 15. There was 1 First Communion.

As there was not much space in the vestry all our shared festivals until October were held at St Peter's.

United Benefice

With St Peter's Elgin Avenue we are The United Benefice of St Mary Magdalene and St Peter, Paddington. We continue to work together with joint services, social events and administration tasks.

Worship and Prayer

The PCC are keen to offer a range of services during the week and over the year that our community find both beneficial and spiritually fulfilling. For example evening prayers provide a quiet, intimate and reflective environment for worship whilst simple bible stories, singing and prayers are part of our service for the nursery class.

Until October 20th we were unable to use the main church or the crypt.

We used the former vestry for our Sunday mass and on Tuesday and Thursday for evening prayers.

Joint events were held at St Peters and we are thankful for their help.

Since October 20th the main church has been used for the Sunday service and Evening Prayers on Tuesday and Thursday evenings

The school masses and Nursery services have been held in the school.

Home communion is given when requested.

There is a weekly mass for the residents of Forrester Court Care Home.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

Worship and Prayer continued

We started back in the main church on October 21st with our Dedication Service on the 150th Anniversary of the first mass held in the building.

On November 2nd the St Mary Magdalene Choir and Orchestra and the Sussex House School Choir performed the little known Requiem by Alfred Bruneau (1858-1834) as a Mass for All Souls' Day

On the 12th November the War Memorial Calvary was rededicated by the Area Dean following its restoration. Children from the school performed a moving drama as part of the commemoration.

In December our Carol Service and Midnight Mass were well attended.

Throughout the year the church provides opportunities such as First Communion and Confirmation classes to help deepen and promote understanding of the Christian Faith

Our organist James Paget liaises with professionals regarding the overall care of the organ. James also organizes choirs for special services when needed.

Building care and renovation

War Memorial.

Thanks to the fundraising programme for the Mary Mags Project it has been possible to find the funding needed to restore the War Memorial. The funds are from the War Memorials Trust and a private donor.

Portable Toilets.

PDT are running the two portable toilets which Fr Henry still allows to be located on his drive.

Safety

All safety requirements were met by the contractors Lengard.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

Development Project.

The PCC has, for over 10 years, been involved in a partnership with Paddington Development Trust (PDT) to develop the church building for community use alongside use for worship. This has resulted in the Project, which has carried out conservation works to the church, and is building an extension against the west wall which will enable access to all levels, as well as providing modern facilities, a community café and an education room. As part of the Project PDT will deliver community programmes in the building. This will enable us to serve the parish much more effectively in accordance with our Mission Action Plan and put the church at the service of the community as our founders intended.

The governance structure is in place, with a Management Board comprising PDT trustees and PCC representatives. The Board is chaired by Dr Bill Jacob, the former Archdeacon of Charing Cross, who is now a PDT trustee (and reports to the Archdeacon of London). Staff appointments and all financial decisions are made by the Board but the PCC retains its statutory rights and must initiate any applications under Faculty jurisdiction. Fr Paul Thomas, Rector of St James, Paddington, Area Dean and Acting Archdeacon, was appointed by the PCC to be its third representative on the Board. The Annual Meeting adopted a protocol setting out the process to be followed in making the PCC appointments to the Board, in order to ensure that the PCC is always fully represented by people in whom they have confidence.

The Board met monthly throughout the year to supervise work on the Project, which was originally scheduled to be finished in July 2018. Fr Henry attended monthly site meetings with the architects and consultants with Lengard Ltd. It became clear at a fairly early stage that Lengard Ltd would not be able to complete the building works in the timescale originally envisaged. At the time of writing, the completion of the new building was projected to be in April 2019. Negotiations were ongoing with Lengard Ltd to share the costs of delay up to the end of 2018, with Lengard Ltd meeting the costs for delay in 2019. The initial cause of delay was decisions made by Lengard Ltd in their temporary works design right at the start of the contract, but subsequent delays have been due to the extreme smallness of the site.

Conservation works to the interior and exterior of the church were carried out over the winter and spring of 2017-18 by Cliveden Conservation, under the direction of Caroe Architects Ltd. A number of local volunteers were able to take part in the conservation work, under the guidance and supervision of professional conservators. The standard of conservation work achieved was very high, and the Project was awarded the King of Prussia's Gold Medal for 2018 by the National Churches Trust and Ecclesiastical Architects and Surveyors Association. Representatives of Caroe, Cliveden and the Parish received the medal from Prince Nicholas von Preussen at a ceremony in November 2018.

Exterior brick and stone was cleaned, to the top of the aisles, and to the full height of the chancel. Extensive brick and stone repairs also took place. The most prominent stone repairs were a new cross on the top of the south transept gable, and hands and a halo in the sculpture of the "Noli Me Tangere" over the transept door. All the aisle and chancel windows were cleaned and repaired and re-leaded where necessary. The undercroft windows were cleaned and repaired, and their stonework largely replaced. Repairs also took place to the north parapet and aisle roof. The north porch was reopened and thoroughly cleaned, and the steps renewed. The steps of the south porch were largely renewed. All the exterior doors were thoroughly overhauled and conserved, rendering them fully operational.

The church was completely filled by the interior scaffold, which enabled high-level works to take place. The nave and chancel ceilings were thoroughly cleaned and conserved.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

Development Project continued

The conservators made many interesting discoveries about the nature of the decorative schemes. Small repairs took place to the chancel ceiling. All the work was thoroughly documented and photographed. Other high-level work included cleaning of brick and especially stone, with some repairs to the nave statues. The south aisle roof was thoroughly cleaned, largely by volunteers.

The conservation work in the nave and chancel was largely complete in time for the contractors to hand the church back in October, just in time for the Dedication Festival Mass on Sunday 21st, the 150th anniversary of the first Mass being celebrated in the chancel. Some further items requiring repair were discovered, and a stretch of nave tiles had been damaged by the scaffold, and that awaited repair.

The conservation of the undercroft was carried out largely according to plan, and with the help of a number of volunteers. Street's original finish to the vault was revealed, with "Dennett's Patent Fireproof Concrete" turning out to have a pleasant pink colour. Some extra work was required to eliminate water penetration. Extensive tests have helped us to understand the drainage better. The vestries were conserved and fitted for their new functions, work in the outer vestry mostly taking place while the congregation were still worshipping in there.

When the exterior conservation works had been completed, it was possible to carry out the reconstruction of the War Memorial Calvary, which had been dismantled for safety in September 2015, and had been awaiting conservation and reconstruction ever since. DBR Ltd were the contractors for the reconstruction and conservation of the cross, which involved the casting of a concrete beam in situ, and Burrows Lea Forge and the Gilded Frame Company were responsible for the conservation of the corpus, which is now once more gilded. Work was completed just in time for Remembrance Sunday, the centenary of the end of the Great War, and the Calvary was rededicated by the Area Dean at a ceremony attended by the school (who performed a touching drama) on Monday 12th November.

The construction of the new building continued throughout the year under the direction of Dow Jones Architects. The highest point was reached at the end of November, and a Topping-Out Ceremony took place on 28th November. The reception after this took place in the church, as did a Community Open Day on 17th November (attended by 200 people) and a celebration for the volunteers on 30th October.

Community and Social Events

Our association with the St Mary Magdalene Music Society continues.

For All Souls' Day the St Mary Magdalene Choir and Orchestra and Sussex House School Choir performed the little known Requiem by Alfred Bruneau (1857-1834) as a Mass for All Souls' Day. It was the first large scale event to take place in the newly restored church and a large and appreciative congregation attended. The Mass was very favourably reviewed in The Catholic Herald.

We continue to collect donations for the North Paddington Food Bank.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

Community and Social Events continued

The harvest produces was also donated to the North Paddington Food Bank.

The Benefice book club continues to meet every two months.

The church actively promotes local community events and helps local residents feed back their opinions and concerns about local issues.

Social Networking

Our website continues to be updated, with a link to the Mary Mags Project website, thanks to Kim Sadler, of the Neighbourhood Enterprise Centre, run by PDT at St. Peter's House. Fr Henry blogs about parish life in "Up and Down the Harrow Road".

Twitter

The benefice has a joint twitter account with over 504 followers. The followers can keep up to date with news and events of the parish. It is also a very good way of getting followers to 're-tweet' messages to spread an awareness of services and social events, particularly around the Mary Mags Project. The followers are a mixture of local residents, other religious groups and local businesses.

Other matters

Morning Star, an African-led church, continued worshipping in the vestry on Sundays and occasionally an additional evening.

In October they resumed using the main church.

Three benefice members have served on the St Mary Magdalene's School governing body. Terry (Churchwarden) was Chair of the School Governors until September. The Board of Governors have been very supportive of the Development Project.

Unrestricted funds

As detailed in the Financial Statements the total income on ordinary unrestricted funds was £13,762 while the total expenditure amounted to £30,551. The net expenditure amounted to £16,789 before and after transfers between funds. The unrestricted fund totalled £7,045 at 31 December 2018.

We also raised £4,141 from community lettings. During 2018 Morning Star was again the only church sharing our building as we were unable to find another church willing to use the premises.

Our agreed Common Fund contribution was £5,000; after consultation and, to reflect our uncertain income, we have agreed a 2019 Common Fund offer of £6,000.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

Restricted funds

Our restricted funds at year end decreased to £318,255 from £462,150 at 31 December 2017.

Reserves

Given the fluctuation in donations received, the Parochial Church Council's policy is to retain sufficient funds to continue its operations. The Trustees have regular meetings to discuss and consider the status of the Church's funding, reserves, risks, and investments.

Safeguarding and Clergy Discipline Measure 2016

The PCC has complied with its duty under section 5 of the Safeguarding and Clergy Discipline Measure 2016 in relation to having due regard to the House of Bishops' guidance on safeguarding children and vulnerable adults.

Child Protection

The Church of England, in all aspects of its life, is committed to and will champion the protection of children and young people both in society as a whole and in its own community.

It fully accepts, endorses and will implement the principle enshrined in the Children Act 1989, that the welfare of the child is paramount. The Church of England will foster and encourage best practice within its community by setting standards for working with children and young people and by supporting parents in the care of their children.

It will work with statutory bodies, voluntary agencies and other faith communities to promote the safety and well-being of children and young people. It is committed to acting promptly whenever a concern is raised about a child or young person or about the behaviour of an adult and will work with the appropriate statutory bodies when an investigation into child abuse is necessary.

The Church of England is committed to encouraging an environment where all people and especially those who may be vulnerable for any reason are able to worship and pursue their faith journey with encouragement and in safety. Everyone, whether they see themselves as vulnerable or not, will receive respectful pastoral ministry recognizing any power imbalance within such a relationship.

Safeguarding Adults

All church workers involved in any pastoral ministry will be recruited with care including the use of the Criminal Records Bureau disclosure service when legal or appropriate. Workers will receive training and continuing support.

Any allegations of mistreatment, abuse, harassment or bullying will be responded to without delay. Whether or not the matter involves the church there will be cooperation with the police and local authority in any investigation.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

Safeguarding and Clergy Discipline Measure 2016 continued

Safeguarding Adults continued

Sensitive and informed pastoral care will be offered to anyone who has suffered abuse, including support to make a complaint if so desired: help to find appropriate specialist care either from the church or secular agencies will be offered.

Congregations will often include people who have offended in a way that means they are a continuing risk to vulnerable people. The risks will be managed sensitively with the protection of adults and children in mind.

Statement of responsibilities of the Trustees of P.C.C. St. Mary Magdalene in respect of the Trustees' annual report and the financial statements

The Parochial Church Council's Members are responsible for preparing a trustees' annual report and 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period. In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements 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 company will continue in business.

The trustees are responsible for keeping proper accounting records that 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 current Church Accounting Regulations, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements.

Signed on Behalf of the Parochial Church Council on 14 March 2019

Fr Henry Everett

Fr Henry Everett
Chairman

INDEPENDENT AUDITORS REPORT
TO THE MEMBERS OF
THE PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

Opinion

We have audited the financial statements of the Parochial Church Council of the Parish Church of St. Mary Magdelene, Paddington ("the Charity") for the year ended 31 December 2018, which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom accounting standards, including the Charities Act 2011, and the Charities Statement of Recommended Practice (Financial Reporting Standard 102) (Charities SORP), the Financial Reporting Standard applicable in the UK (United Kingdom Generally Accepted Accounting Practice) ("UKGAAP").

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 December 2018 and of its surplus for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the Charities Act 2011, the current Church Accounting Regulations, and the Charities Statement of Recommended Practice (Financial Reporting Standard 102) (Charities SORP).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (FRC's) Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

INDEPENDENT AUDITORS REPORT
TO THE MEMBERS OF
THE PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON (CONTINUED)

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Charities Act 2011

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and;
- the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small entity regime and take advantage of the small entity's exemptions in preparing the Trustees' report and from the requirement to prepare a strategic report.

INDEPENDENT AUDITORS REPORT
TO THE MEMBERS OF
THE PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON (CONTINUED)

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement set out on page 8, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

M B Boydell

.....
Malcolm Barry Boydell (Senior Statutory Auditor)
For and on behalf of
Boydell & Co
Chartered Accountants and Statutory Auditors
146B Chiswick High Road
London
W4 1PU

19 March 2019

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2018

		2018			2017
	Notes	Unrestricted £	Restricted £	Endowment £	TOTAL £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	4	8,394	2,550,713	-	2,559,107
Charitable activities	4a)	3,987	510	-	4,497
Investments	4b)	871	-	-	871
Total:		13,762	2,550,713		2,564,475
EXPENDITURE ON:					
Raising funds	5	-	63,608	-	63,608
Charitable activities	5a)	28,751	2,627,400	-	2,656,151
Other	5b)	1,800	3,600	-	5,400
Total:		30,551	2,694,608	-	2,725,159
Net income/(expenditure)		(16,789)	(143,895)	(-)	(160,684)
Transfer between funds		-	-	-	-
Other recognised gains/(losses): (Losses)/gains on revaluation of investments	6	-	-	(408)	(408)
Net movement in funds		(16,789)	(143,895)	(408)	(161,092)
Reconciliation of funds					
Total funds brought forward		23,834	462,150	31,043	517,027
Total funds carried forward		7,045	318,255	30,635	355,935

All recognised gains and losses are reflected through the statement of Financial Activities. No separate statement of Total Recognised Gains and Losses is disclosed.

All the activities reported above represent continuing operations.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

BALANCE SHEET

AS AT 31ST DECEMBER 2018

	Note	2018 £	2017 £
FIXED ASSETS			
Quoted Investments	6	30,635	31,043
CURRENT ASSETS			
Debtors	7	337,179	259,961
Cash at bank and in hand	8	137,634	291,156
		<u>474,813</u>	<u>551,117</u>
CREDITORS:			
Amount falling due within one year	9	(149,513)	(65,133)
NET CURRENT ASSETS		325,300	485,984
NET ASSETS		<u>355,935</u>	<u>517,027</u>
Represented by			
UNRESTRICTED FUNDS		7,045	23,834
RESTRICTED FUNDS	10	318,255	462,150
ENDOWMENT FUNDS	11	30,635	31,043
TOTAL FUNDS		<u>355,935</u>	<u>517,027</u>

Approved by the Parochial Church Council on 14 March 2019 and authorised for issue on its behalf by:

Fr Henry Everett

Fr Henry Everett
Chairman

Lesley Chakravorty

Member

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2018

	Note	2018 £	2017 £
Net cash (outflow)/inflow from operating activities	(13a)	(154,393)	140,143
Investing activities			
Dividend and interest income		871	840
Payments to acquire investments		(-)	(-)
Net cash (outflow)/inflow from investing activities		<u>(153,522)</u>	<u>140,983</u>
Financing activities			
Interest paid		(-)	(-)
Net cash (outflow)/inflow from financing activities		<u>(153,522)</u>	<u>140,983</u>
		=====	=====
(Decrease)/increase in cash and cash equivalents		(153,522)	140,983
Cash and cash equivalents at 1 January	(13b)	291,156	150,173
Cash and cash equivalents at 31 December	(13b)	<u>£ 137,634</u>	<u>£ 291,156</u>
		=====	=====

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 2018

1. ACCOUNTING POLICIES

Statutory information

The Parochial Church Council of the Ecclesiastical Parish of St. Mary Magdelene, Paddington is a Parish Church, domiciled in England, and with the Charities Commission registration number 1131696. The Church is a charity and is regulated by the Charities Commission and the Church of England. The registered address is The Vicarage, Rowington Close, London, W2 5TF.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (as amended by SORP update bulletin 1 concerning the non disclosure of a cash flow statement) and the Charities Act 2011.

There were no material departures from the standard.

The Charity 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).

The financial statements are prepared in sterling which is the functional currency of the charity.

Accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

(a) *Basis of Accounting*

The financial statements have been prepared in accordance with the current Church Accounting Regulations, together with applicable accounting standards and Charities SORP (FRS 102).

The financial statements have been prepared under the historical cost convention as modified by the inclusion of investments at market value and the revaluation of fixed assets. The financial statements include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups that owe their affiliation to another body, nor those which are informal gatherings of church members.

(b) *Funds accounting*

Funds held by the PCC are:

Unrestricted funds

General funds which can be used for the PCC ordinary purposes.

Endowment Funds

Income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

1. ACCOUNTING POLICIES (Continued)

(b) *Funds accounting (continued)*

Restricted Funds

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.

(c) *Incoming resources*

All incoming resources are accounted for gross.

Voluntary Income

Collections are recognised when received.

Planned giving receivable is recognised only when received.

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

Income from investments

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 are recognised when the investments are sold.

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

(d) *Resources expended*

Resources expended are accounted for on an accruals basis and are accounted for gross.

Grants

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

Church Activities

The diocesan parish contribution is accounted for when paid. Any parish contribution unpaid at 31st 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.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

1. ACCOUNTING POLICIES (Continued)

(e) *Fixed Assets*

Tangible fixed assets

Consecrated and beneficed property of any kind is excluded from the accounts.

Movable church furnishing 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.

Investments

Investments are stated at market value at the balance sheet date.

(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 uncollectible.

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

2. TRUSTEES' EMOLUMENTS

None of the Trustees received any emoluments. The Trustees were reimbursed £nil (2017: £nil) for goods purchased for the Church during the year.

3. EMPLOYEE INFORMATION

The average number of persons (including the Clerk to the Trustees) employed during the year was nil (2017: nil).

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

4. INCOME AND ENDOWMENTS FROM:

Donations and legacies

	2018			2017
	Unrestricted	Restricted	TOTAL	TOTAL
	£	£	£	£
Planned giving	1,580	-	1,580	1,115
Income tax receivable thereon	125	-	125	-
Collections and other giving	1,068	-	1,068	1,697
	<u>2,773</u>	<u>-</u>	<u>2,773</u>	<u>2,812</u>
Donations and legacies				
Heritage Lottery Fund	-	1,706,797	1,706,797	743,459
Westminster City Council	-	439,814	439,814	569,907
Listed Places of Worship (VAT recoverable)	-	338,552	338,552	234,080
The Diocese of London	5,016	-	5,016	4,874
Other donations	605	65,550	66,155	84,551
City Bridge Trust	-	-	-	100,000
John Lyons Charity	-	-	-	100,000
Power To Change	-	-	-	224,041
John Paul Getty Charitable Trust	-	-	-	20,000
The Welton Foundation	-	-	-	20,000
Sir Sigmund Warburg's Voluntary Trust	-	-	-	20,000
Tudor Trust	-	-	-	15,000
	<u>5,621</u>	<u>2,550,713</u>	<u>2,556,334</u>	<u>2,135,912</u>
Total donations and legacies	<u>8,394</u>	<u>2,550,713</u>	<u>2,559,107</u>	<u>2,138,724</u>

4a). Charitable activities

	2018			2017
	Unrestricted	Restricted	TOTAL	TOTAL
Film & Events Hire	900	-	900	11,500
Fees	171	-	171	594
Use of Church Centre	2,916	-	2,916	5,702
Fundraising/Community Activities	-	510	510	120
	<u>3,987</u>	<u>510</u>	<u>4,497</u>	<u>17,916</u>

4b). Investments

Dividends and Interest	871	-	871	840
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PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

5. EXPENDITURE ON:

Raising funds

	2018			2017
	Unrestricted	Restricted	TOTAL	TOTAL
Fundraising activities	-	63,608	63,608	131,530
	-	63,608	63,608	131,530

5a). Charitable activities

Activities directly related to the Church (see below)	7,716	-	7,716	7,938
Expenditure related to the Church (see below)	19,090	2,627,326	2,646,416	1,664,782
Administrative costs (see below)	1,945	74	2,019	3,759
	28,751	2,627,400	2,656,151	1,676,479

Activities directly related to the work of the Church

Diocesan Parish Share	5,000	-	5,000	5,000
Diocesan Parish Fees	391	-	391	-
Organist	1,530	-	1,530	1,620
Cost of Services	545	-	545	468
Community/Ministry	250	-	250	850
	7,716	-	7,716	7,938

Expenditure related to the Church

Insurance	14,045	1,304	15,349	13,405
Church Running Expenses	1,934	40	1,974	7,059
Candlestick Restoration	-	1,500	1,500	-
Organ Repairs/Service	-	-	-	192
Equipment	-	-	-	3,121
War Memorial	2,131	-	2,131	9,064
Project Expenditure	-	2,624,482	2,624,482	1,613,391
Legal Advice	1,388	-	1,388	18,550
	19,090	2,627,326	2,646,416	1,664,782

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

5a). Charitable activities (continued)

	2018			2017
	Unrestricted	Restricted	TOTAL	TOTAL
	£	£	£	£
Administrative costs				
Bank charges	-	74	74	60
Office Expenditure	852	-	852	2,626
Vicarage expenses	1,093	-	1,093	1,073
	<u>1,945</u>	<u>74</u>	<u>2,019</u>	<u>3,759</u>

5b). Other

Independent audit fee	1,000	4,400	5,400	5,400
	<u>1,000</u>	<u>4,400</u>	<u>5,400</u>	<u>5,400</u>

6. FIXED ASSET INVESTMENTS

	2018	2017
	£	£
St Martha's Hall Trust. Quoted Investments		
Market value at 1st January 2018	24,827	22,879
Additions	-	-
Unrealised Gains/(Losses)	(408)	1,948
Market Value at 31st December 2018	<u>24,419</u>	<u>24,827</u>
Cash Deposit Balance	6,216	6,216
	<u>30,635</u>	<u>31,043</u>

Investments at the year-end comprise £30,635 at market value in St Martha's Hall Trust.

The St Martha's Hall Trust investment is held at CBF Church of England Investment Fund. Only the interest from the investment is available to the PCC, the capital remaining intact.

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

7. DEBTORS	2018	2017	
	£	£	
Sundry Debtors	20,106	5,378	
Other debtors – owed by Paddington Development Trust	4,196	-	
Grants and donations receivable re Project	71,329	100,000	
VAT recoverable	241,548	154,583	
	<u>337,179</u>	<u>259,961</u>	
8. CASH AT BANK AND IN HAND			
	2018	2017	
	£	£	
CAF Bank Limited	118,267	251,017	
HSBC Holdings plc	19,367	40,139	
	<u>137,634</u>	<u>291,156</u>	
9. CREDITORS:			
Amounts falling due within one year			
Accruals	6,224	5,653	
Project expenditure paid after date	143,289	44,700	
Other creditors - owed to Paddington Development Trust	-	14,780	
	<u>149,513</u>	<u>65,133</u>	
10. RESTRICTED FUNDS			
	Project Fund	Other	Total
	£	£	£
Balance at 1st January 2018	446,868	15,282	462,150
Income	2,550,713	-	2,550,713
Expenditure	(2,694,512)	(-)	(2,694,512)
Transfer (to)/from unrestricted funds	(-)	-	(-)
	<u>303,069</u>	<u>15,282</u>	<u>318,351</u>
Balance at 31st December 2018			
11. ENDOWMENT FUNDS			
	2018	2017	
	£	£	
Balance at 1st January 2018	31,043	29,095	
(Losses)/gains on investment assets	(408)	1,948	
	<u>30,635</u>	<u>31,043</u>	
Balance at 31st December 2018			

PAROCHIAL CHURCH COUNCIL OF
ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

12. ASSETS BETWEEN FUNDS

	Unrestricted Fund	Restricted Fund	Endowment Fund	Total
Fixed Assets Investments	-	-	30,635	30,635
Cash at bank and in hand	19,367	118,267	-	137,634
Debtors	20,105	317,074	-	337,179
Creditors	(2,624)	(146,889)	-	(149,513)
	<u>36,848</u>	<u>288,452</u>	<u>30,635</u>	<u>355,935</u>

13. NOTES TO THE STATEMENT OF CASHFLOWS

a) Reconciliation of surplus to net cash inflow from operating activities.

	2018 £	2017 £
Net (deficit)/surplus for the year	(161,092)	346,019
Adjustments to reconcile surplus for the year to net cash flow from operating activities:		
Dividend and interest income	(871)	(840)
(Loss)/gain on revaluation of investments	408	(1,948)
Working capital movements:		
(Increase) in debtors	(77,218)	(120,237)
Increase/(decrease) in other creditors	83,809	(86,761)
Increase in accruals	571	3,910
	<u>(154,393)</u>	<u>140,143</u>
Net cash inflow from operating activities		

b) Cash and cash equivalents.

	2018 £	2017 £
Cash at bank and in hand	137,634	291,156
Short-term deposits	-	-
Cash and cash equivalents	<u>137,634</u>	<u>291,156</u>

c) Major non-cash transactions

There were no major non-cash transactions to disclose.

PAROCHIAL CHURCH COUNCIL OF

ST. MARY MAGDALENE, PADDINGTON

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2018 (CONTINUED)

14. RELATED PARTY DISCLOSURE
During the year the Charity entered into no transactions, in the ordinary or not ordinary course of business, with other related parties.
15. OTHER FINANCIAL COMMITMENTS
At 31 December 2018 the Charity had no annual commitments under non-cancellable operating leases.
16. CONTINGENT LIABILITIES

At 31 December 2018 the charity had no contingent liabilities.
17. OFF BALANCE SHEET ARRANGEMENTS
There are no material off-balance sheet arrangements to disclose.
18. EVENTS SINCE THE BALANCE SHEET DATE
There are no events on which to report.
19. FINANCIAL INSTRUMENTS
The Charity has no other financial instruments than basic financial instruments.
20. TRUSTEES' ADVANCES, CREDIT AND GUARANTEES
There were none made to Trustees.