

Charity No. SC 003009

CHRIST CHURCH, MORNINGSIDE

Annual Report and Accounts

FOR THE YEAR ENDED

30th SEPTEMBER 2024

Christ Church Morningside

Annual Report and Accounts for the year ended 30th September 2024

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Reference and Administrative Details of the Charity, its Trustees and Advisers

Scottish Charity Number: - SC003009

Principal Office: - Ga Morningside Road
Edinburgh
EH10 4DD



Chair
People's Warden
Rector's Warden
Lay Representative
Secretary
Treasurer
Resigned December 2024

Resigned May 2024
Appointed December 2023
Appointed December 2024

Associate Rector (part time)
Non-stipendiary minister
Non-stipendiary minister (retired)
Non-stipendiary minister
Non-stipendiary minister (retired)
Non-stipendiary minister (retired)

Bankers: - Bank of Scotland
426 Morningside Road
Edinburgh
EH10 5QF

Independent Examiners: - Chlene + Tait LLP (Trading as CT)
Chartered Accountants
61 Dublin Street
Edinburgh
EH3 6NL

Solicitors: - Anderson Strathern LLP
1 Rutland Court
Edinburgh
EH3 8EY

Structure & Governance

Christ Church Morningside is an Incumbency of the Scottish Episcopal Church in the Diocese of Edinburgh. Christ Church is governed by a constitution which includes adherence to the Canons of the Scottish Episcopal Church. Vestry members are responsible for the temporal affairs of the congregation, in particular the property and finances of the Church and the appointment of non clerical staff. The Vestry also assists the Rector in matters affecting the spiritual welfare of the congregation. Vacancies for vestry members (a minimum of three and a maximum of six) are filled by election at the Annual General Meeting, and may serve for a maximum of four years, and are not eligible for re-election for at least one year thereafter. The Lay Representative who represents the church at Diocesan Synod and Area Council meetings is elected annually by the congregation at the Annual General Meeting. The People's Warden is elected annually by the congregation at the Annual General Meeting and can hold office for a maximum of five consecutive years. The Rector's Warden is appointed annually by the Rector and also holds office for a maximum of five years. The Vestry Secretary and Treasurer are appointed by and are ex officio members of Vestry. The Factor is appointed by vestry and reports to them. The Vestry has four committees working to agreed Terms of Reference: Standing, Finance and Management, Property, and UK & Overseas Support. There are also sub committees - Flower Committee and Social Committee reporting to the Finance and Management Committee, and Eco Group and 'Bob' (DIY group) reporting to the Property Committee. There are many more informal groups supporting various aspects of the church's life.

The Rector is responsible for the spiritual affairs of the Church and delegates aspects of the Church's operations to lay and ordained members as appropriate and works closely with Vestry and its committees in formulating and implementing policy for all areas of the church's life.

New members of Vestry are requested to attend a day's Induction session which also incorporates training for existing members.

The Vestry considers major risks on an ongoing basis. The Vestry is satisfied that systems are in place to manage those risks. Risk and control activities include child protection policy, health and safety assessments, financial control procedures and regular financial monitoring.

The Church has insurance cover through Congregational and The Church of Scotland Insurance Company against a range of risks appropriate to the activities of a Church. The level of insurance cover, which is considered adequate, is reviewed on an annual basis.

Objectives & Activities

The objectives of the Vestry are to advance the mission of the Christian Church, through worship, service, education, fellowship and outreach. These objectives are carried out through mission and pastoral activities.

The principal activities of the Church are public worship, the spiritual development of its members and its social responsibility activities.

Donations to charitable causes are made regularly that provide benefits to disadvantaged individuals and communities in Scotland, the rest of the United Kingdom and overseas.

In carrying out its objectives the Vestry depends upon the contribution, both human and material, of many volunteers from the congregation. Activities carried out include contributions preparatory to and during worship, service on sub-committees and working groups (for example social) and through group activities (for example, pastoral care and social outreach), the maintenance of premises and fabric, and a variety of pastoral and social activities (for example, pastoral visiting, Young Church and Choir). These contributions are all highly valued by the wider congregation and more than fifty per cent of all members are active volunteers for both material activities at Christ Church and its outreach to the wider community.

Achievements & Performance

Following a period of vacancy, [REDACTED] was installed as Rector in March 2023. The [REDACTED] continued his role as locum priest and the Vestry were delighted to announce his permanent appointment as Associate Rector from October 2023. We continue to be grateful for the ministry of the Reverend Imre Katay-Fodor as assistant priest (and pastor of the Hungarian Community who worship at Christ Church once a month) and other members of the clergy team including [REDACTED], the [REDACTED] and The [REDACTED]

Achievements & Performance (continued)

The church community has continued to recover and return to a 'new normal' post-Covid. Weekly attendance has recovered strongly with congregations back to pre-Covid numbers. Following the arrival of our new Rector the worshipping pattern has developed including with the introduction of a daily Eucharist at 8am Monday to Friday and a monthly service of Choral Evensong. The weekly Compline on Zoom has continued and become a permanent lay-led fixture in the weekly pattern of services. The weekly Wednesday traditional language Eucharist at 11am has continued to flourish, as has the monthly 'Communion and Meet Each Other' (CAMEO) particularly aimed at older members of the community who may not be able to attend on a Sunday morning.

██████████ retired as Church Manager on February 2023. ██████████ was appointed as Church in August 2023 and has already made a significant contribution in relation to the systems, policies and communication of the church office and management of the church estate. Ben works closely with ██████████ who continues to be invaluable as Office Assistant in which role she manages the various bookings by organisations which use our facilities.

██████████ retired as Director of Music after 20 years at Easter 2023. ██████████ was appointed as Director of Music in April 2023. He continues to be assisted by ██████████ as Assistant Organist, who has taken on additional responsibilities planning for the launch of a Children's Choir.

A significant portion of the Church's investments are held in the Scottish Episcopal Church Unit Trust Pool (UTP) in addition to the congregation's ownership of 2 houses on the site, a flat at Maxwell Street and a Church Centre!

The Hall and Centre continue to be well used by various local organisations and charities, including the Holy Corner Playgroup. The income from these bookings is a significant resource to support the mission and ministry of the church and will continue to be developed and enhanced going forward.

Our learning and education programmes cover both children and families and also activities for adults, including the Journeys in Faith programme of talks on Sundays after worship which has seen a number of well received talks during the period.

Treasurer's Report

The finances of the Church produced a surplus for the year of £168,892 (previous year surplus £89,708) including an unrealised gain of £33,115 on our investment in the SEC unit trust pool.

The surplus was due to the receipt of legacies of £143,016 from the estates of Elspeth Baxter and Mary Smallwood.

We operate four accounts, and I summarise the key movements in each account.

General Fund - Deficit £18,555 (previous year surplus £4,286)

- Investment Income £10,359 - this comprises £7,143 from our holding in the SEC Unit Trust Pool and £3,216 bank deposit interest.
- Congregational giving increased from £145,568 to £151,742 an increase of 4.2%. The result of the stewardship campaign was disappointing with only 16% of members who donate on a regular basis increasing their financial contributions. Envelope and open plate giving increased from £5,084 to £7,457
- Donations of £7,040 include £6,000 from the Ellem Foundation which came as a very welcome surprise. There were no conditions on how the donation should be spent and vestry has decided that it would be appropriate to use some of this donation to purchase a nativity set.
- Rent from the hall, centre, parking, and Maxwell Street increased from £46,862 to £51,406. Rents were increased during the year to reflect current market rates and an increase of 2% has recently been implemented for the year to September 2025. This income stream will be enhanced in future years by rent from the hire of the Church following installation of the dais.

Treasurer's Report (continued)

- Salary costs increased from £97,189 to £145,482. The costs reflect full year salaries for all staff and includes a cost-of-living increase of 7.8% for clergy. Stipends will increase by 4% in 2025. However, the very good news for churches is that clergy pension contributions will fall significantly in 2025 following an improvement in the finances of the Provincial Clergy Pension Fund. This will mean that our contributions for Matthew and Ryan will fall from £1,328 to £943 a month
- Worship, office, sundry, church hall & social expenses increased from £20,982 to £23,427 with additional costs associated with the appointment of an external company providing health and safety support and a new copier installed during the year.
- Property costs which include energy, insurance and maintenance decreased from £42,858 to £39,708 due to a fall in maintenance costs from £20,866 to £16,513
- Quota costs of £17,685 reflects our contribution to Provincial and Diocesan expenses and is based on our average income from 2021 to 2023. Quota costs are expected to increase by 8% next year as the Diocese seeks to recover the 10% reduction in quota levied to all charges in 2021 in response to the pandemic.
- Outreach contributions to overseas charities, Eric Liddell Centre and UK charities totalled £14,096. Details of the recipients will be detailed in the handout provided at the AGM.

Capital Fund – Surplus £159,958 (previous year surplus £79,971)

Income of £170,047 comprises £143,016 legacies from [REDACTED] much-loved and respected members of the congregation and donations of £27,031 from members of the congregation towards the 150th Anniversary appeal to purchase new choir benches and stalls. The legacies after the allocation of ten percent to UK and overseas charities, will support the funding of the 150th anniversary projects.

Expenditure of £87,806 comprises, £85,709 on the 150th anniversary project, £77,717 of which has been capitalised and £2,097 on a new fire panel for the Centre. The expenditure on the 150th anniversary project comprises £31,020 on the construction of the dais, £7,992 on the refurbishment of the font, £35,446 (50%) on new choir stalls, benches and £11,251 on professional and project management fees and other costs.

The deficit of £5,207 on the Church Centre represents the yearly amount to write off the original cost of £223,000 over its expected useful life. The balance remaining to be written off now stands at £35,681.

We incurred £919 on taxis to allow members to come to services and events who otherwise would find it difficult to attend. Whilst we were fortunate to receive donations of £500, we now have a deficit of £419 on this account and a top up is required to ensure we can continue to provide this much appreciated service.

The Church has total funds of £943,573 including the Church Centre, construction of the new dais, new chancel furniture and office equipment (£36,179), flat at Maxwell Street (£375,000), investments in the SEC Unit Trust Pool (£250,452), debtors, cash at bank less creditors of £204,225. Most of the bank balances is held in a high interest deposit account.

The Church's finances remain in good order although with significant costs we must not be complacent in maintaining our income at the necessary levels.

Reserves Policy

The Vestry's reserves policy is to maintain reserves to meet future capital and revenue expenditure. Restricted reserves comprise funds raised to construct the new Church Centre, donations and legacies earmarked for future unspecified capital projects, and to provide transport for the elderly and infirm. The unrestricted balance on the General Fund at 30th September 2024 was £492,213 and the Capital Fund was £341,179. The restricted balance on the Capital Fund was £89,352, the balance on the Fabric Fund (Centre) was £20,829 and Transport Fund was nil.

Investment Policy

Investments are held in the Scottish Episcopal Church Unit Trust Pool (UTP). The investment policy of the UTP, which accords with that of the Vestry, is to earn a return on the assets, over the long term, sufficient at least to maintain the real value of the distribution to unit holders.

Plans for Future Periods

The arrival of a new Rector, confirmation of a permanent Associate Rector, and appointment of a new Church Manager and Director of Music, has provided an opportunity for reflection and future planning for the mission and ministry and resourcing of the church. The various worship, pastoral, community and social activities continue, alongside strategic planning for the future of the church community going forward.

The upcoming 150th anniversary of Christ Church in 2024-2026 has provided a focus for this planning. The Vestry undertook a vision day in June 2023 from which various potential projects were formulated including in relation to heritage, space, community use, and music. The projects include the development of the sacred space of the church (which is currently only used for worship) so that more people can enjoy the beautiful interior, and its uses and outreach can be enhanced, which will also increase potential income streams to support the mission and ministry of the church. There are also plans to launch a Children's Choir and make advances towards decarbonisation.

Trustees Report

The members of the Vestry are responsible for preparing the Vestry Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in Scotland requires the members of the Vestry to prepare accounts for each financial 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 these accounts, the members of the Vestry are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities Statement of Recommended Practice (FRS 102);
- 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 accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The members of the Vestry are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution.

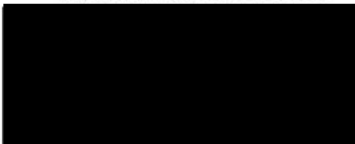
The members of the Vestry are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The members of the Vestry are responsible for the maintenance and integrity of the charity and financial information included on the church's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Conclusion

In conclusion, the Vestry wishes to thank all members of the Congregation who help in so many different ways in carrying on the work of the Church, without whom these results could not have been achieved.

BY ORDER OF THE VESTRY



19 December 2024

CHRIST CHURCH MORNINGSIDE

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 30th September 2024

Note	Unrestricted Funds :		Restricted Funds:			Total 2024	Total 2023
	General Fund	Capital Fund	Capital Fund	Centre Fund	Transport Fund		
	£	£	£	£	£		
Income and endowments from							
Donations and legacies							
Collections and income tax recovery	151,742	0	0	0	0	151,742	145,568
Donations	7,040	0	27,031	0	500	34,571	1,828
Legacies	0	143,018	0	0	0	143,018	107,988
Charitable Activities							
Grants	480	0	0	0	0	480	1,120
Sundry income	818	0	0	0	0	818	997
Other trading activities							
Rent from Hall, Centre & Parking	39,033	0	0	0	0	39,033	33,588
Investments							
Unit Trusts	7,143	0	0	0	0	7,143	8,809
Bank Interest	3,218	0	0	0	0	3,218	317
Investment Property	12,373	0	0	0	0	12,373	13,278
Total income	221,843	143,018	27,031	0	500	392,380	311,285
Expenditure on							
Charitable activities							
Salaries, Pension	145,482	0	0	0	0	145,482	97,189
Worship, music & children & young church	6,439	0	0	0	0	6,439	12,967
Fabric costs	34,468	2,097	7,992	0	0	44,557	85,241
Quota	17,885	0	0	0	0	17,885	18,038
Overseas/UK giving & local mission	14,098	0	0	0	0	14,098	12,844
Hall, office expenses & health & safety	14,288	0	0	0	0	14,288	9,473
Sundry expenses, taxi charges	810	0	0	0	919	1,729	4,494
Depreciation	4,018	0	0	5,207	0	9,225	9,358
Governance	1,890	0	0	0	0	1,890	1,718
Raising Funds							
Factors expenses	1,222	0	0	0	0	1,222	1,481
Total expenditure	240,398	2,097	7,992	5,207	919	258,613	232,801
Net (expenditure)/income before gain on investments	-18,555	140,919	19,039	-5,207	-419	135,777	78,484
Transfer between accounts	-419	-65,299	65,299	0	419	0	0
Net gain on investment assets	7 33,115	0	0	0	0	33,115	11,224
Net movement in funds	14,141	75,620	84,338	-5,207	0	168,892	89,708
Reconciliation of funds :							
Total funds at 1st October 2023	478,072	265,559	5,014	26,036	0	774,681	684,973
Total funds at 30th September 2024	492,213	341,179	89,352	20,829	0	943,573	774,681

Support costs which include non clergy salaries, printing, office costs, sundries and depreciation have not been separately identified as Vestry consider there is only one charitable activity, the worship of God and the furtherance of God's mission, therefore support costs relate wholly to that activity and have not been separately disclosed.

All activities of the Church relate to continuing operations.

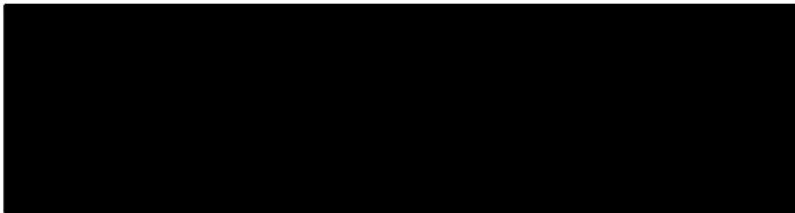
The notes on pages 10 to 15 form part of these accounts.

CHRIST CHURCH MORNINGSIDE

BALANCE SHEET

As at 30th September 2024

	Nota	2024	2023
		£	£
FIXED ASSETS			
Tangible assets	6	113,896	44,739
Investment property	7	375,000	375,000
Investments	7	250,452	217,337
		<u>739,348</u>	<u>637,076</u>
CURRENT ASSETS			
Debtors	8	13,706	6,000
Cash at bank		197,346	139,500
		<u>211,052</u>	<u>145,500</u>
LIABILITIES			
Creditors: amounts falling due within one year	9	6,827	7,895
		<u>6,827</u>	<u>7,895</u>
NET CURRENT ASSETS		204,225	137,605
NET ASSETS		<u>943,573</u>	<u>774,681</u>
FUNDS OF THE CHARITY			
UNRESTRICTED FUNDS :			
General Fund		492,213	478,072
Capital Fund		<u>341,179</u>	<u>265,559</u>
		833,392	<u>743,631</u>
RESTRICTED FUNDS :			
General Fund		89,352	5,014
Capital Fund		0	0
Centre Fund		20,829	26,036
Transport Fund		<u>0</u>	<u>0</u>
		110,181	<u>31,050</u>
TOTAL CHARITY FUNDS		<u>943,573</u>	<u>774,681</u>



Accounting Policies

The accounts should be read in conjunction with the Annual Report. The principal accounting policies are as follows:

Accounting Basis

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (second edition – October 2019) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended) and UK Generally Accepted Accounting Practice.

The Church constitutes a public benefit entity as defined by FRS 102.

The accounts are presented in sterling pounds which is the functional currency of the charity.

Going Concern

The accounts have been prepared on a going concern basis. The Vestry have assessed the Church's ability to continue as a going concern, and have reasonable expectation that the Church has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing these financial statements.

As noted Vestry are aware of uncertainties of the ongoing effects of the cost of living crisis. Vestry assess the Church's ability to continue as a going concern and are satisfied that it remains appropriate to prepare the financial statements on a going concern basis.

Income and Expenditure

Incoming resources are recognised in the year in which the charity becomes entitled to the resource, it is probable that the resources will be received and the amount can be quantified with reasonable reliability. Expenditure is accounted for on an accruals basis. Expenditure on charitable activities includes all costs incurred in undertaking Church activities. The church is not registered for Vat and accordingly expenditure is shown gross of irrecoverable Vat.

Capital Expenditure

The Church and the properties at Numbers 4 & 6 Morningside Road are not reflected in the accounts. Values for original cost are not available. Vestry considers that the cost of carrying out a professional valuation to include these properties in the accounts would be disproportionate to any additional benefit derived by users of these accounts.

Since 2005 all property additions are capitalised and depreciated. Expenditure on the upgrading and refurbishment of Church properties is charged as a revenue expense. Office furniture and equipment in excess of £400 and having a value to the Church greater than one year are capitalised.

Depreciation is provided on all fixed assets at rates calculated to write off the cost, less estimated residual value of each asset over its expected useful life as follows.

Property – Centre & Dals	4%	Straight Line
Furniture and Equipment	25%	Straight Line

Investments

Investments in unit trusts are included in the accounts at market value. The investment property at Maxwell Street, Edinburgh is shown at estimated market value based on the price of similar properties sold on the open market. Realised gains/losses are calculated as the difference between the net sales proceeds and their valuation at the start of the year and are recognised in the statement of financial activities in the year of disposal.

Pension Costs

The Church funds pension contributions for certain employees to the SEC Pension Fund a defined benefit non-contributory pension scheme. Contributions are charged to the Statement of Financial Activities so as to spread the cost of pensions over the employees' working lives with the Church.

Stock

Stock is stated at the lower of cost and net realisable value.

Taxation

The Church is a registered Scottish Charity exempt from corporation tax on income and gains applied to charitable purposes. Income tax is recoverable in respect of gift aid donations.

Operating Leases

Rentals payable under operating leases are chargeable to the Statement of Financial Activities as incurred over the term of the lease.

Financial Instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial assets, which include debtors and cash and bank balances, are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Basic financial liabilities, which include other creditors, are initially recognised at the transactions price, unless the arrangement constitutes a financing transactions, where it is recognised at the present value of the future receipts discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

CHRIST CHURCH MORNINGSIDE
Notes to the Accounts for the Year Ended 30th September 2024

2. Expenditure on Charitable Activities

Note	Unrestricted Funds		Restricted Funds:				Total 2024 £	Total 2023 £
	General Fund £	Capital Fund £	General Fund £	Capital Fund £	Centre Fund £	Transport Fund £		
Salaries, pensions and expenses	145,482	0	0	0	0	0	145,482	97,189
Employment Costs	145,482	0	0	0	0	0	145,482	97,189
Diocesan Quota	17,685	0	0	0	0	0	17,685	18,038
Worship, mission and young church	6,439	0	0	0	0	0	6,439	12,967
Contribution to Church Overseas	9,385	0	0	0	0	0	9,385	8,665
Donation - Enc Liddell Centre	3,000	0	0	0	0	0	3,000	3,000
Ten Per Cent Giving	1,104	0	0	0	0	0	1,104	10,986
Bethany/Rice challenge/local mission	607	0	0	0	0	0	607	193
Overseas & UK Giving	14,096	0	0	0	0	0	14,096	22,844
Heating & Lighting	6,643	0	0	0	0	0	6,643	6,300
Rates & Insurances	11,312	0	0	0	0	0	11,312	10,060
Repair, Maintenance & Improvements	18,513	2,097	0	7,992	0	0	26,602	38,881
Fabric Costs	34,468	2,097	0	7,992	0	0	44,557	55,241
Church Hall & social expenses	3,457	0	0	0	0	0	3,457	3,329
Office Expenses & magazine	8,825	0	0	0	0	0	8,825	6,144
Transport	0	0	0	0	0	919	919	1,760
Depreciation	4,018	0	0	0	5,207	0	9,225	9,358
Sundry	2,816	0	0	0	0	0	2,816	2,728
Other Expenditure	19,116	0	0	0	5,207	919	25,242	23,325
Independent Examiner Fee	1,890	0	0	0	0	0	1,890	1,716
Total expenditure on charitable activities	239,176	2,097	0	7,992	5,207	919	255,391	231,320

3	Governance Costs	2024 £	2023 £
	Independent Examiner's Fee	1,890	1,716

4	Staff	2024 £	2023 £
	Gross Salaries	115,172	78,208
	Employers NIC	2,350	0
	Pension Costs	15,838	7,092
	Redundancy	3,553	0
		<u>136,913</u>	<u>85,300</u>
	Average Number of Employees *	8	8

* including part-time and shared employees

No employees received emoluments in excess of £50,000.

Pension Commitments

The Church participated in the Scottish Episcopal Pension Fund, a multi-employer non-contributory defined benefit pension scheme. It is not possible to identify the share of underlying assets and liabilities belonging to individual employers and so the Church accounts for its contributions as if the Fund was a defined contribution scheme.

The Church paid contributions at the rate of 32.2% to 30th September 2024 and the pension charge payable by the Church was £14,826 (2023 : £5,358). This included ENII (2023: ENII) in respect of amounts outstanding to the Fund at the year end. In addition the Church paid contributions of £1,012 into an auto enrolment scheme for members of staff.

The periodic actuarial valuation of the entire fund as at 31 December 2020 shows a surplus of £5.6m (2017: surplus £3.7m).

There were no unpaid contributions outstanding at 30th September 2024 payable by Vestry.

5. Trustee Remuneration and Related Party Transactions

Vestry considers its key management personnel comprise the office bearers and Rector who received a salary, pension contributions and expenses of £45,954 for the year ended 30th September 2024 (2023 : £23,611). No remuneration or expenses have been paid to any other member of Vestry.

The aggregate of donations received from Vestry members towards the general running of the Church was £ 5,380

CHRIST CHURCH MORNINGSIDE

Notes to the Accounts for the Year Ended 30th September 2024

8	Fixed Assets	Property	Furniture and Equipment	Total
		£	£	£
	Cost			
	As at 1st October 2023	223,217	2,975	226,192
	Additions	77,717	665	78,382
	Disposals	0	0	0
	As at 30th September 2024	300,934	3,640	304,574
	Depreciation			
	As at 1st October 2023	178,608	2,845	181,453
	Charge for Year	8,928	297	9,225
	On Disposals	0	0	0
	As at 30th September 2024	187,536	3,142	190,678
	Net Book Value			
	As at 30th September 2024	113,398	498	113,896
	As at 1st October 2023	44,609	130	44,739

Property costs represent expenditure in connection with the Church Centre and construction of a Dais, and new furniture for the Chancel.

The Church, Church buildings and properties at numbers 4 and 6 Morningside Road are owned by the congregation and adequate insurance is maintained. These properties are not included in the Balance Sheet.

7.	Investments	Investments	Investment Property	Total
		£	£	£
	As at 1st October 2023	217,337	375,000	592,337
	Unrealised gain - Investment	33,115	0	33,115
	Market value at 30th September 2024	250,452	375,000	625,452
	Cost at 30th September 2024	33,302	275,000	308,302

The investments are held in the Scottish Episcopal Church Unit Trust Pool (UTP) and the investment property refers to a residential flat at 23/12 Maxwell Street, Edinburgh received as a legacy on 1st September 2008.

8.	Debtors	2024	2023
		£	£
	Standing Orders & cheques	6,250	6,000
	Maintenance in advance	532	0
	Energy refund	2,698	0
	Rent	541	0
	VAT reclaim	3,687	0
		13,706	6,000

9.	Sundry Creditors	2024	2023
		£	£
	Salaries, tax & NIC	1,484	2,821
	Church overseas & charitable giving	1,634	1,820
	Heat & light	992	1,098
	Rent in advance	1,815	1,650
	Maintenance & Capital expenditure	382	130
	Other creditors & accruals	520	322
		6,827	7,839

10.	Analysis of Net Assets between Funds	2024			2023		
		Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
		£	£	£	£	£	£
	Fixed Assets	15,350	98,546	113,896	18,703	28,036	44,739
	Investments	625,452	0	625,452	592,337	0	592,337
	Net current Assets	184,687	9,838	204,225	132,691	5,014	137,605
		835,489	108,084	943,573	743,631	31,050	774,681

CHRIST CHURCH MORNINGSIDE
Notes to the Accounts for the Year Ended 30th September 2024

11 Summary of Fund Movements

	2024					2023				
	Brought Forward	Net Operating Income/ (Expense)	Gains/ (Losses)	Transfers	Carried Forward	Brought Forward	Net Operating Income/ (Expense)	Gains/ (Losses)	Transfers	Carried Forward
	£	£	£	£	£	£	£	£	£	£
Restricted Funds										
Capital Fund	5,014	19,039	0	65,299	89,352	5,014	0	0	0	5,014
Centre Fund	26,036	-5,207	0	0	20,829	31,243	-5,207	0	0	26,036
Transport Fund	0	-419	0	419	0	0	-566	0	566	0
	<u>31,050</u>	<u>13,413</u>	<u>0</u>	<u>65,718</u>	<u>110,181</u>	<u>36,257</u>	<u>-5,773</u>	<u>0</u>	<u>566</u>	<u>31,050</u>
Unrestricted Funds										
General Fund	478,072	-18,555	33,115	-419	492,213	483,128	4,266	11,224	-566	478,072
Capital Fund	265,559	140,919	0	-65,299	341,179	185,568	79,971	0	0	265,559
	<u>743,631</u>	<u>122,364</u>	<u>33,115</u>	<u>-65,718</u>	<u>633,392</u>	<u>668,716</u>	<u>84,237</u>	<u>11,224</u>	<u>-566</u>	<u>743,631</u>
Total Funds	<u>774,681</u>	<u>135,777</u>	<u>33,115</u>	<u>0</u>	<u>843,573</u>	<u>684,973</u>	<u>78,464</u>	<u>11,224</u>	<u>0</u>	<u>774,681</u>

Note The transfer of £65,299 to the restricted capital fund from the unrestricted capital fund comprises legacies of £143,016 less £77,717 of costs incurred on the construction of a dais plus furniture which have been capitalised

Restricted Funds

These funds represent grants, donations and legacies received which are allocated for specific purposes. The funds comprise:

General Fund

This fund covers donations to promote the mission of the church in the local community, support expenditure of the garden and hospitality groups and allow the Rector to make discretionary payments.

Capital Fund

This fund covers grants, donations and legacies to help fund ongoing capital expenditure.

Centre Fund

The Centre Fund consists of funds raised to finance the building of the new Church Centre which is now complete and in use. The building is being depreciated over 25 years and the depreciation charge is allocated between the Centre Fund and the unrestricted general funds of the Church in proportion to the overall financing of the building costs.

Transport Fund

This fund provides transport for the elderly and infirm to attend Church services and functions.

Unrestricted Funds

These funds represent grants, donations and legacies received which are allocated for general or non specific purposes. The funds comprise:

General Fund

This fund covers income and expenditure incurred in the day to day running of the Church.

Capital Fund

This fund covers non restricted capital receipts such as legacies and donations and significant or capital expenditure incurred on the fabric of the Church property at the discretion of Vestry.

12. Leasing Commitments

The Church is committed to making the following payments under a non-cancellable operating lease

	Office Equipment	2023
	2024	£
	£	£
Expiring not later than one year	2,568	0
Expiring in 2 to 5 years	7,764	0
Expiring later than 5 years	0	0

13. Lessor Commitments

The Church lets out a residential flat on a commercial basis. The amount due in accordance with the leasing agreement in the event of notice being given is £1,302

CHRIST CHURCH MORNINGSID
Notes to the Accounts for the Year Ended 30th September 2024

13 Statement of Financial Activities
2023 - comparative figures

	Unrestricted Funds		Restricted Funds			Total £	2023 £
	General Fund £	Capital Fund £	General Fund £	Capital Fund £	Centre Fund £		
Income and endowments from							
Donations and legacies							
Collections and income tax recovery	145,568	0	0	0	0	0	145,568
Donations	626	0	0	0	0	1,200	1,826
Legacies	0	107,986	0	0	0	0	107,986
Charitable Activities							
Grants	1,120	0	0	0	0	0	1,120
Sundry income	997	0	0	0	0	0	997
Other trading activities							
Rent from Hall, Centre & Parking	33,586	0	0	0	0	0	33,586
Investments							
Unit Trusts	6,609	0	0	0	0	0	6,609
Bank Interest							
Investment Property	317						317
	13,276	0	0	0	0	0	13,276
Total income	202,089	107,986	0	0	0	1,200	311,285
Expenditure on							
Charitable activities							
Salaries, pension & national insurance	97,189	0	0	0	0	0	97,189
Worship, music & children & young church	12,967	0	0	0	0	0	12,967
Fabric costs	37,226	28,015	0	0	0	0	65,241
Quota	18,038	0	0	0	0	0	18,038
Overseas/UK giving & local mission	12,844	0	0	0	0	0	12,844
Hall & office expenses	9,473	0	0	0	0	0	9,473
Sundry expenses, taxi charges	2,728	0	0	0	0	1,766	4,494
Depreciation	4,151	0	0	0	5,207	0	9,358
Governance	1,716	0	0	0	0	0	1,716
Raising funds							
Factors expenses	1,481	0	0	0	0	0	1,481
Total expenditure	197,813	28,015	0	0	5,207	1,766	232,801
Net income before gains on investments	4,286	79,971	0	0	-5,207	-566	78,484
Transfer between accounts	-566	0	0	0	0	566	0
Net gains on investments	11,224	0	0	0	0	0	11,224
Net movement in funds	14,944	79,971	0	0	-5,207	0	89,708
Reconciliation of funds :							
Total funds at 1 October 2022	463,128	185,568	5,014	0	31,243	0	684,973
Total funds at 30 September 2023	478,072	265,559	5,014	0	26,036	0	774,681

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CHRIST CHURCH, MORNINGSID FOR THE YEAR ENDED 30 SEPTEMBER 2024

I report on the accounts of the charity for the year ended 30 September 2024 which are set out on pages 9 to 16.

This report is made to the trustees, as a body, in accordance with the terms of my engagement. My work has been undertaken to enable me to report my opinion as set out below and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the trustees, as a body, for my work or for this report.

Respective responsibilities of trustees and independent examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 (The Act) and the Charities Accounts (Scotland) Regulations 2006 (as amended) (the Regulations). The charity trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination is carried out in accordance with Regulation 11 of the Regulations. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

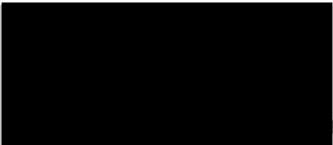
Independent examiner's statement

In the course of my examination, no matter has come to my attention:

- 1 which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
 - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations;

have not been met; or

- 2 to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

 (acting as CT)
Chartered Accountants and Independent Examiner
61 Dublin Street
Edinburgh
EH3 6NL

19 December 2024 **2024**