

Charity Number: 1132555

THE PARISH OF WINCHELSEA

**Annual Report
and
Financial Statements
of the
Parochial Church Council
for the year ended 31 December 2016**

GIBBONS MANNINGTON & PHIPPS LLP

Chartered Accountants

Landgate Chambers

RYE East Sussex

TN31 7LJ

Trustees Annual Report and Financial Statements

Winchelsea PCC

Registered Charity no. 1132555

For the year ended 31 December 2016

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THE PARISH OF WINCHELSEA

ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

OUR MISSION STATEMENT

“We are an open welcoming church, which exists for the community as a whole and where everyone is valued and respected. We are called to serve Christ in the world, sharing the joy of God’s unconditional love in faith and action. We commit ourselves to praying and working for a world where love, reconciliation, equality and peace can prevail.”

INTRODUCTION

1. Within the Diocese of Chichester, the Parish of Winchelsea and Winchelsea Beach is served by two Churches, St Thomas of Canterbury in the Town of Winchelsea and St Richard of Chichester at Winchelsea Beach. There is a single Parochial Church Council (PCC), which is chaired by the Rector, who is also the Vicar of Icklesham. Together with the Parish of Icklesham (the Church of St Nicolas with All Saints) these three churches comprise a Joint Benefice. Icklesham has its own Parochial Church Council.

P.C.C. WINCHELSEA – MEMBERSHIP AND GOVERNANCE

2. Members of the PCC are elected at the Annual Parochial Church Meeting in accordance with the Church Representation Rules. Churchwardens are elected at the annual Vestry meeting, which precedes the Annual Parochial Church Meeting, for a one year term. Deanery Synod representatives are elected for a three-year term which commenced in March 2014.

3. The following served on the PCC during 2016:

<i>Incumbent and Chairman</i>	The Reverend Canon Robin Whitehead
<i>Churchwardens</i>	Mr John Rodley Mrs Sue Chetwood (until 19 March 2016) Mrs Charlotte Beecroft (from 15 April 2016)
<i>Deanery Synod Representatives</i>	Mrs Angela Hill Mrs Marion Lovell Mrs Deborah Rodley
<i>Reader</i>	Dr Michael McFadyean
<i>PCC Office Holders</i>	Mr David Fawcett (Chapel Warden) Mrs Angela Hill (Hon. Secretary) Mrs Pamela Jefferies (Hon. Treasurer) Mrs Celia King (Chapel Warden)
<i>Non office holders</i>	Mr Tom Ashmore Mr Nigel Ashton (until 19 March 2016) Mrs Sara Baker Ms Michelle Clifford (until 19 March 2016) Mrs Sue Chetwood (From 19 March 2016) Miss Patricia Dawes (until 19 March 2016) Mr Stewart Elms Mr David Jefferies Mrs Tessa Potts Mrs Sue Taberer

CHARITABLE OBJECTS and the PUBLIC BENEFIT

Registered charity number: 1132555 The Parochial Church Council of the Ecclesiastical Parish of St Thomas Winchelsea

Principle address: St Thomas' Church
Winchelsea
East Sussex
TN36 4EB

Website: www.winchelseachurch.co.uk

4. The PCC Members are all Trustees of the above charity and have complied with their duty in Part 9 of the 2011 Charities Act to have due regard to the guidance published by the Charity Commission. They have also been guided by the following charitable aims this year:

- To maintain a building appropriate for collective or private worship, prayer and reflection.
- To support selected local and national charities throughout the year, including making regular monthly cash and food collections.
- To ensure that church buildings are open daily and are available for use by the community as a whole.

5. In seeking to meet these objects, the PCC has had due regard to carrying out its purpose for the public benefit. This year, recorded visitors were 3.6% lower than last year at 2,598, but very many more visit than actually sign the book. The PCC has continued its work to place the Church at the centre of the community as a whole, being available for regular worship and a wide variety of other appropriate uses, amplified in the body of the Report which follows. This includes maintaining the Churchyard as a de facto 'village green' available for the enjoyment of all. It also includes running a monthly Church Market, the primary purpose being to provide a venue for social contact, community outreach and engagement

6. This year, the charities supported by the Parish were the Salvation Army, Caring and Sharing, the Mission Aviation Fellowship, the Rye Winchelsea and District Memorial Hospital, Hastings Street Pastors, Blue Cross Northiam, The Diocesan Harvest Appeal for work in Africa, Tear Fund, Children's Society, Mission to Seafarers, Compassion UK, St Michael's Hospice, Macmillan Nurses, the Barnabas Fund, the Phoenix Group for Deaf Children, the Royal British Legion Poppy Appeal, the Fellowship of St Nicholas, Shelter, Family Support Work and the Rye Food Bank.

RISK MANAGEMENT and SAFEGUARDING

7. During the year, the PCC has continued to monitor the various risks applicable to the Church and has reviewed its published Health and Safety policy. Any event taking place within the church and churchyard is appropriately assessed and measures to mitigate risk are set in place. No reported accident occurred to any individual during the year, although falling masonry during a storm was an unexpected material risk.

8. The PCC has also reviewed and reissued its Safeguarding policy. The PCC is a member of the Church's Child Protection Advisory Service. Appropriate clearances are held and cleared people are present in a supervisory capacity whenever children attend Church.

RECTOR's REPORT

9. We were much saddened in April to hear of the sudden death of the Reverend James Wesson, who had been helping during the vacancy at Icklesham. His funeral service in the Church attracted over 280 mourners and was attended by 3 Bishops, including the past and present Bishops of Chichester.

10. In May, the Church hosted a Service on behalf of the Deanery and presided over by the Bishop of Chichester at which 7 people were confirmed.

Delivering the Public Benefit

11. The Church of St Thomas is open every day of the year and the Register of Services demonstrates its regular and increasing use as a place of public worship. Comments in the 'Visitors' Book consistently reflect

public appreciation that the church is open for them, is well maintained and is also meeting a real need for private reflection and prayer. In addition, The Queen's 90th birthday was celebrated at a special and well attended Town service, which preceded a lighting of the Beacon.

12. Against this background of providing a welcome for all, the major religious festivals were of primary importance. This year, the Patronal festival in July included a choral setting for a sung Eucharist by the Pegasus Choir, while the Harvest weekend again included a community Barn Dance, while the Advent Carol Service featured the joint Choir of Winchelsea and Icklesham. A special Lights of Love service was also held for the wider community in support of St Michael's Hospice

13. This year, the Church provided a public venue for a number of events. Musically, these included two concerts by the Winchelsea Singers, six sponsored by Winchelsea Arts, featuring a rich variety of talented young people, four folk concerts sponsored by the Winchelsea Bonfire Boyes and a one concert sponsored by the Rye Arts Festival. The Occasional Consort Choir also visited as did Lucy Ashton, both providing themed evenings. In addition, the renowned pianist, Christina Ortiz, performed a concert in memory of the late Tom Harris.

14. Educational talks were delivered by the Winchelsea Second Wednesday Society and the Winchelsea Archaeological Society, while a seminar by the Coastal and Intertidal Zone Archaeological Network was hosted at short notice. The Sussex Historic Churches Trust held its 60th Jubilee Celebrations in the Church and Churchyard, attended by the Bishop of Chichester. Organised visits were accepted from the Herstmonceux Lunch Club, Saxonmount School, the Canterbury branch of the University of the Third Age and Rye Harbour Nature Reserve.

15. The Church was used as a backdrop for an Al Jazeera TV piece on the referendum campaign and as a setting for an episode of the 'Royals' TV series. A post-Christmas matinee performance of the Hound of the Baskervilles was also staged in the Church.

Finance

16. The Statement of Financial Affairs attached to this report shows the existing investments and reserves. A full review and rationalisation of endowment and restricted funds was undertaken with the support of the Diocese in 2016. The PCC met its planned budget with a clear operating surplus over the year, which will be carried over to support activities in 2017. I am grateful for the work of the Treasurer and for the generosity of those who give to the church. For its part, the PCC has sought to exercise sensible economy and to manage the Church for the benefit of all.

17. The PCC's Reserves Policy is to invest all its surplus funds with funds managed by the CCLA. The Diocese reports performance annually, which is reflected in the PCC's Annual Accounts. All reserves are used in support of the Church's charitable objects in delivering public benefit in the Parish. Reserves will not normally be higher than 50% of estimated annual expenditure and will not normally be lower than that required to maintain a positive cash flow over the year. Reserves will be increased from time to time when required to support the delivery of a major capital project falling out of periodic structure reports. This policy is reviewed by the PCC annually.

Fabric

18. The fabric of the Church remains sound, although Storm Katie caused damage on Easter Monday, but all defects were rectified by October. Other work undertaken this year included the repair of a stained glass window, a further tranche of Churchyard wall work and Churchyard tree maintenance. Inside the Church, a grant of £1,500 (to be credited when the work is complete) from the Church Buildings' Council and one of £1,250 from the Allchurches Trust will permit the renovation of the Tapestry, woven by William Sleath, to be undertaken in 2017. In May a sum of £41,000 was anonymously donated for essential organ repairs, planned for 2018. In June the Church was awarded a grant from the Listed Places of Worship Roof Repair Fund to enable works on the south slope to be undertaken next year. This represented 73% of the total cost up to £54,000 with the initial £37,800 being credited in December 2016. In September, the grand piano was replaced thanks to the generous gift of Mrs Barbara Perkins in memory of her late husband Geoffrey. The old grand piano was transferred to Icklesham Church. In October, the War Memorials Trust awarded a grant of £2,100 (to be credited when the work is complete) to enable cleaning and maintenance work to be undertaken on the War Memorial in 2017.

St Richard's

19. Despite some regulars moving away, the congregation remains committed and the Church has continued to play an important part in the life of the Parish. It has continued to host PCC meetings and a highly successful Patronal Festival was held in June, concluding with a vibrant Songs of Praise. The congregation has also led on the monthly Mothers' Prayers and the Fellowship Lunches. Both of these meet a clear local

need across the Parish, are important elements of outreach to the wider community and help to support selected charities. It is now clear that some structural work around the tower will be required in 2017.

Our School

20. St Thomas's School was attended by 149 children at year end, covered by 5 classes. The June SIAMS inspection found all assessed areas to be outstanding. Considerable use was again made of the Church with Eucharists at Candlemas, Easter, Pentecost and Harvest. A Leavers' service and a Christingle service were also held. The House captains laid a wreath and attended the Remembrance Day service. At Christmas, three performances of the Nativity based Christmas concert were held in the Church, all being particularly well attended.

The Electoral Roll

21. There were 148 on the electoral roll for the Parish of Winchelsea, 124 residents and 24 non-residents, at year end.

Looking Ahead

22. In 2016, we set ourselves three priorities namely to work with Icklesham to become a truly joint Benefice, to further enhance congregation size, links with the school, access to the Church and to identify sources of funding to meet necessary roof repairs. It is pleasing that the first 2 were progressed and the third achieved. Our priorities for 2017 will be:

- To work with Icklesham to appoint a new Rector for the joint Benefice.
- To further enhance congregation size, links with the school and encourage access to the Churches.
- To complete necessary roof repairs at St Thomas.

23. I shall have left before this report is published, but would wish to record my sincere thanks to all those who voluntarily give so much time and attention to the care of the Church, the running of it and to make it a place of welcome. I would not wish to take for granted the vital contribution of our organist and the choir, as well as of those who regularly support our services and the decoration and administration of the Church. The commitment of so many people both within and beyond the regular congregation bears witness to the important place of the Church in the community. Thank you all; you have made my time here an absolute pleasure and I wish you every future success.

24. Finally, I would also wish to acknowledge the support of the Diocese, Archdeaconry and Deanery in so many things that often go unnoticed, but upon which we sometimes depend; to the Parish Council for its assistance in maintaining the Churchyard and to the Friends of Winchelsea Church for their regular financial support.

The Reverend Canon Robin Whitehead
Rector
For and on behalf of the PCC

The Independent examiner's report

The Independent examiner's report to Winchelsea PCC

Registered Charity number: 1132555

I report on the accounts of the PCC for the year ended 31 December 2016, which are set out on pages 6 to 16.

Respective responsibilities of the PCC and the examiner

As members of the PCC you are responsible for the preparation of the accounts; you consider that the audit requirement of the Church Accounting Regulations and section 144(2) of the Charities Act 2011 (*the 2011 Act*) do not apply.

It is my responsibility to:

- Examine the accounts under the Church Accounting Regulations and section 145 of the 2011 Act;
- To follow the procedures laid down in the general directions of the Charity Commission under section 145(5)(b) of the 2011 Act; and
- To state whether particular matters have come to my attention.

Basis of this report

My examination was carried out in accordance with the General Directions given by the Charity Commission and to be found in the Church guidance, 2006 edition. That examination includes a review of the accounting records kept by the PCC and a comparison of the accounts with those records. It also includes considering any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with 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 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and comply with the requirements of the Act and the 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.

Date 3 April 2017

Mr K M Luck FCA
 Partner
 Gibbons Mannington & Phipps
 Chartered Accountants
 Landgate Chambers
 Rye
 East Sussex
 TN31 7LJ

PAROCHIAL CHURCH COUNCIL OF WINCHELSEA Registered Charity no. 1132555

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2016

	Notes	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	TOTAL FUNDS 2016 £	TOTAL FUNDS 2015 £
Income						
<i>Donations and legacies</i>	2a	55,857	110,729	1	166,587	103,929
<i>Charitable activities</i>	2b	15,713	2,367	-	18,080	13,610
<i>Investments</i>	2c	978	443	974	2,395	2,471
<i>Other trading activities</i>	2d	12,318	-	-	12,318	9,635
<i>Other</i>	2e	4,021	-	-	4,021	2,011
Total		88,887	113,539	975	203,401	131,656
Expenses						
<i>Raising funds</i>	3a	3,003	-	-	3,003	2,705
<i>Charitable activities</i>	3b	75,283	35,522	974	111,779	94,888
<i>Other</i>	3c	2,280	-	-	2,280	2,441
Total		80,566	35,522	974	117,062	100,034
Net income/expenditure		8,321	78,017	1	86,339	31,622
<i>Gross transfers between funds</i>	5	4,050	3,584	(7,634)	-	-
Net income/expenditure before other recognised gains/losses		12,371	81,601	(7,633)	86,339	31,622
<i>Gains/(losses) on investments</i>	6a&b	2,404	-	3,914	6,318	410
Net movement in funds		14,775	81,601	(3,719)	92,657	32,032
Total funds brought forward at 1 January 2016		68,188	47,083	37,160	152,431	120,399
Total funds carried forward at 31 December 2016		82,963	128,684	33,441	245,088	152,431

PAROCHIAL CHURCH COUNCIL OF WINCHELSEA Registered Charity no. 1132555

BALANCE SHEET AT 31 DECEMBER 2016

	<u>Notes</u>	<u>2016</u>	<u>2015</u>
		<u>£</u>	<u>£</u>
Fixed assets			
Tangible fixed assets	6a	10,937	-
Investments	6b	61,052	58,816
Total fixed assets		71,989	58,816
Current assets			
Stock		5,639	6,113
Debtors	8	8,444	14,431
Short term deposits		98,371	50,672
Cash at bank and in hand		65,650	25,256
		<u>178,104</u>	<u>96,472</u>
Current Liabilities			
Creditors: amounts falling due within one year	9	(5,005)	(2,857)
Net current assets		173,099	93,615
Total assets less current liabilities		245,088	152,431
Creditors: amounts falling due after one year	9	-	-
NET ASSETS		245,088	152,431
Funds	7		
Restricted funds	10	128,684	47,083
Endowment funds	10	33,441	37,160
Unrestricted funds	10	82,963	68,188
TOTAL FUNDS		245,088	152,431

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (Effective January 2015)

Approved by the PCC and signed on its behalf by

Mrs P J Jefferies
Treasurer

J Rodley
Church Warden

Mrs C Beecroft
Church Warden

Date 24 February 2017

The accompanying notes form a part of these financial statements.

1. Accounting policies**a Accounting convention**

The financial statements of the PCC, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FR 102) '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 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011 and the Church Accounting Regulations 2006.

The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

There are no material uncertainties about the PCC's ability to continue, and so the accounts have been prepared on a going concern basis.

Financial reporting standard 102 - reduced disclosure exemptions

The PCC has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

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

Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the PCC has considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required. No prior period adjustments were necessary.

b Funds accounting

Funds held by the PCC are:

Unrestricted funds - general funds which can be used for PCC ordinary purposes

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

Restricted funds - a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest; b) donations or grants received for a specific object or invited by the PCC for a specific object. The funds may only be expended on the specific object for which they were given. Any balance remaining unspent at the end of the year is carried forward as a balance on that fund.

Endowment funds - funds the capital of which must be maintained; only income arising from the investment of the endowment may be used, either as restricted or unrestricted funds, depending on the purpose set out in the terms of the original endowment

c Incoming resources

All incoming resources are accounted for gross.

Voluntary Income

Collections are recognised when received.

Planned giving is recognised only when received.

Income tax recoverable on Gift Aid donations is recognised when the PCC has entitlement to the funds

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

Funds raised from fund raising events are accounted for gross, unless the expenditure on the event is below £100.

Sales of books and magazines from the church bookstall are accounted for gross.

Income from investments

Dividends and interest are accounted for when due. All interest is received without deduction of tax.

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 31 December.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016
(continued)

d Resources used

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 31 December is provided for in these accounts as an operational (though not a legal) liability and is shown as a creditor in the balance sheet.

e Fixed Assets

Tangible fixed assets

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

Movable church furnishings held by the Rector 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 (at any reasonable time).

All expenditure incurred in the year on consecrated or beneficed buildings or on the repair of movable church furnishing, is written off.

All expenditure on consecrated or beneficed buildings and individual items are written off in the year they were incurred.

Depreciation

Depreciation is calculated to write down the cost of tangible fixed assets, excluding freehold properties, over their expected useful lives. The rates generally applicable are:

Church Equipment	25% straight line
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No depreciation is provided on freehold property as it is the PCC's policy to maintain these assets in a continual state of sound repair. The useful economic life of these assets is so long and residual values so high that any depreciation would not be material. These assets will be subject to annual impairment reviews. Provision will be made if there has been any permanent diminution in value.

Investments

Investments are stated at market value at the balance sheet date. Gains and losses on revaluation are included in the Statement of Financial Activities.

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

Stock is recognised at cost on a first in first out basis.

Friends of Winchelsea Church (The Friends)

The Friends is a charity in its own right, completely separate from the PCC. Its charitable object is to co-operate with the Parochial Church Council in the preservation and improvement of the fabric, furniture, stained glass and monuments of the Church of St Thomas and the Churchyard thereof, and in furthering any other scheme to help in maintaining their safety, beauty and utility. It has provided £1,400 per month in 2016, which is treated as restricted funds and has been expended in support of the above projects.

g Current Liabilities

The accounts are prepared on the accruals basis and so do include a provision for expenditure incurred before the year end even if not yet paid/invoiced.

PAROCHIAL CHURCH COUNCIL OF WINCHELSEA Registered Charity no. 1132555

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016
(continued)

2 Incoming resources

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	TOTAL FUNDS 2016 £	TOTAL FUNDS 2015 £
a Donations					
Planned giving	32,872	3,211	-	36,083	50,173
Collections at all services	5,453	2,179	1	7,633	7,282
Other Donations and Special Appeals	7,344	100	-	7,444	-
Legacies and Special Grants	500	87,632	-	88,132	15,513
Income tax and VAT recoveries	9,688	807	-	10,495	12,961
Friends Contribution	-	16,800	-	16,800	18,000
	55,857	110,729	1	166,587	103,929
b Charitable Activities					
Special Fund Raising Events	1,816	2,367	-	4,183	8,070
Church Market	2,960	-	-	2,960	-
Black Box Contribution	7,801	-	-	7,801	-
Bookstall	3,136	-	-	3,136	5,540
	15,713	2,367	-	18,080	13,610
c Investments					
Dividends and interest	978	443	974	2,395	2,471
	978	443	974	2,395	2,471
d Other trading Activities					
Church hall lettings etc	-	-	-	-	-
Fees from weddings etc	10,004	-	-	10,004	7,461
Parish magazine advertising	2,314	-	-	2,314	2,174
	12,318	-	-	12,318	9,635
e Other					
Insurance claims	4,021	-	-	4,021	2,011
	4,021	-	-	4,021	2,011
Total incoming resources	88,887	113,539	975	203,401	131,656

PAROCHIAL CHURCH COUNCIL OF WINCHELSEA Registered Charity no. 1132555

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016
(continued)

3 Resources expended

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	TOTAL FUNDS 2016 £	TOTAL FUNDS 2015 £
a Raising funds					
Fund-raising	345	-	-	345	-
Purchase of stock	2,658	-	-	2,658	2,705
	3,003	-	-	3,003	2,705
b Charitable activities					
Grant making:					
International charities	-	126	-	126	664
UK charities (see note 13 for breakdown)	800	4,291	-	5,091	3,248
Church day school	-	1,000	-	1,000	1,000
Ministry costs:					
Diocesan parish contribution	48,000	-	-	48,000	47,000
Other clergy costs	1,541	2,862	-	4,403	3,001
Statutory fees	4,155	-	-	4,155	1,703
Music and Choir	372	4,812	974	6,158	5,370
Consumables	-	-	-	-	1,808
Church running expenses	5,627	2,593	-	8,220	12,359
Utility costs	-	5,914	-	5,914	-
Church maintenance	8,142	4,261	-	12,403	3,206
Upkeep of churchyard	1,014	5,728	-	6,742	13,853
Rectory upkeep and utilities	3,590	-	-	3,590	-
Faculty costs	667	289	-	956	-
Architect fees	486	-	-	486	788
Dues and Subscriptions	191	-	-	191	239
Bank charges	698	-	-	698	649
Depreciation	-	3,646	-	3,646	-
	75,283	35,522	974	111,779	94,888
c Other					
Independent examination fee	480	-	-	480	480
Quinquennial report	-	-	-	-	629
Cost of annual accounts	1,800	-	-	1,800	1,656
2014 accounts overprovision	-	-	-	-	(324)
Other professional costs	-	-	-	-	-
	2,280	-	-	2,280	2,441
Total resources expended	80,566	35,522	974	117,062	100,034

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016
(continued)

4 Staff costs

	<u>2016</u>	<u>2015</u>
	<u>£</u>	<u>£</u>
a <i>Wages and salaries</i>	5,199	5,577
<i>Social Security costs</i>	-	-
	<u>5,199</u>	<u>5,577</u>

During the year the PCC employed organists, a choir leader and a cleaner, all part time.

The average number of employee for the year was three.

There were no employees who received total emoluments (excluding employer pension costs) of more than £60,000.

b Payments to PCC members

As the parish organist and choir leader, Mrs Marion Lovell, who is member of the PCC, was paid £864 (2015 £836) during the year. There were no other disclosable transactions in respect of PCC members, nor persons closely connected to them.

c No trustee expenses have been incurred.**d Donated services**

The PCC relies on the support it has from volunteers in the day to day running of the Church and Churchyard, the finances and the behind the scenes running of all of the activities and fundraising.

5 Analysis of transfers between funds

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Endowment</u>	<u>Total</u>
	<u>Funds</u>	<u>Funds</u>	<u>Funds</u>	<u>2016</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Restricted	(32)	3,584	(7,634)	(4,082)
Endowment	4,082			4,082

6 Fixed Assets**a Tangible fixed assets**

	<u>Restricted</u>	<u>Unrestricted</u>	<u>Church</u>	<u>other</u>	<u>TOTAL</u>
	<u>£</u>	<u>£</u>	<u>equipment</u>	<u>£</u>	<u>£</u>
Cost or valuation			<u>£</u>		
At 1 January 2016	5,849	5,364	11,213		11,213
Additions	14,583	-	14,583	-	14,583
Disposals	-	-	-	-	-
Revaluation	-	-	-	-	-
At 31 December 2016	20,432	5,364	25,796	-	25,796
Depreciation					
At 1 January 2016	5,849	5,364	11,213	-	11,213
Provided in the year	3,646	-	3,646	-	3,646
Disposals	-	-	-	-	-
At 31 December 2016	9,495	5,364	14,859	-	14,859
Net book amounts					
At 31 December 2016	10,937	-	10,937	-	10,937
At 31 December 2015	-	-	-	-	-

No provision has been entered into the financial statements for any liability to maintain the PCC's buildings.

b Investments

	<u>£</u>
Unrestricted - Market value 1 January 2016	21,654
Restricted - Market Value 1 January 2016 (previously endowment)	3,359
Endowment - Market Value 1 January 2016	33,803
Disposals - proceeds (endowment)	(4,082)
Purchases at cost	-
Net gains and revaluation - unrestricted	2,404
Net gains and revaluation - restricted	-
Net gains and revaluation - endowment	3,914
Market value 31 December 2016	<u>61,052</u>
Unrestricted	24,058
Restricted	3,359
Endowment	33,635
	<u>61,052</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016
(continued)

6 b (continued)

	Historical cost	MV 31/12/16
UNRESTRICTED DESIGNATED FUNDS		
T W Longley Legacy		
1,599.91 C.B.F. Income Shares	10,275	<u>24,058</u>
RESTRICTED FUNDS		
Organ and Choir Fund		
2,098.57 C.B.F. Fixed Interest Shares	3,300	3,552
ENDOWMENT FUNDS		
Blanesburgh Bequest		
2,224 C.B.F. Income Shares	2,000	33,442
Talbot/Anderson-Berry Fund		
2,313.00 C.B.F. Income Shares	(Now sold)	-
		<u>36,994</u>
		<u>61,052</u>

Unrestricted Investments - Designated fund (internal operational support and external Churchyard fabric)

The TW Longley legacy is represented by 1,599.91 shares in the Central Board of Finance of the Church of England Investment Fund. This was previously an unrestricted fund.

Following discussion with the Diocese, it was designated by the PCC for the purpose of internal operational support and external Churchyard fabric.

Restricted Investments (for Organ and Choir)

The Organ and Choir fund is represented by 2,098.57 Shares in the Church of England Fixed Interest Securities Fund held in the name of Chichester Diocesan Board of Finance. Following discussion with the Diocese, this fund has been re-stated this year as restricted and not endowment, on the basis that it was incorrectly shown as an endowment fund last year.

Endowment Investments (for Organ and Choir)

The Blanesburgh bequest was made in 1947 by Lord Blanesburgh leaving £2,000 in trust to support the organist and music of the church. It is held in the name of Chichester Diocesan Board of Finance and is represented by 2,224 shares in the Central Board Investment Fund of the Church of England.

Unrestricted Investments - Designated fund (for Church and Churchyard) (previously Endowment)

The Talbot/Anderson-Berry Fund is represented by 2,313 shares in the Central Board of Finance of the Church of England Fixed Interest Income Fund. The account is held in the name of The Chichester Diocesan Board of Finance. The income was previously to be used for the maintenance of the church and churchyard so long as the graves of Mr and Mrs Talbot and the Anderson-Berry family are kept in good repair.

There has been a transfer from endowment funds to unrestricted designated funds in respect of the Church and Churchyard fund which is the Talbot/Berry-Anderson bequest. The income from this investment was so low as to make it impossible to continue to fulfil the terms of the endowment. Therefore the investment has been sold (as agreed by the Diocese) and the proceeds transferred to a designated CCLA account.

The PCC has agreed that these funds are to be treated as designated for Churchyard monument repair and maintenance.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016
(continued)

7 Analysis of Net assets by fund

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2016 £	<i>Total Funds 2015 £</i>
Fixed assets for church use	-	10,937	-	10,937	-
Investment fixed assets	24,058	3,359	33,635	61,052	58,816
Current assets	61,041	117,257	(194)	178,104	96,472
Current liabilities	(2,136)	(2,869)	-	(5,005)	(2,857)
Long term liabilities	-	-	-	-	-
	82,963	128,684	33,441	245,088	152,431

8 Debtors

	2016 £	<i>2015 £</i>
Income tax recoverable	8,118	11,407
Prepayments and accrued income	326	3,024
Other debtors	-	-
	8,444	14,431

9 Creditors: amounts falling due within one year

	2016 £	<i>2015 £</i>
Deferred income	-	-
Accruals for utilities and other costs	5,005	2,171
Loan from Diocese	-	-
Other creditors	-	686
	5,005	2,857

Creditors: amounts falling due after more than one year

	2016 £	<i>2015 £</i>
Loan from Diocese	-	-
	-	-

10 Statement of funds

	Bal b/fwd 1 Jan 2016 £	Income £	Expenditure £	Transfers, other gains and losses £	Bal c/fwd 31 Dec 2016 £
Unrestricted Fund					
St Thomas' unrestricted	61,815	81,455	(74,900)	(21,686)	46,684
St Thomas' designated	-	866	(866)	28,140	28,140
St Richard's	6,373	6,566	(4,800)	-	8,139
	<u>68,188</u>	<u>88,887</u>	<u>(80,566)</u>	<u>6,454</u>	<u>82,963</u>
Restricted Fund					
Organ & Choir - income	-	150	(150)	-	-
Organ & Choir - capital	-	-	-	3,552	3,552
Guidebook re-printing fund	13,880	17	-	-	13,897
Education fund	5,065	12	(1,000)	-	4,077
Special appeals	3,117	43,992	(919)	37,800	83,990
Joseph McCrindle legacy	12,518	63	(347)	(3)	12,231
Geoffrey Perkins bequest	12,503	2,045	(3,646)	35	10,937
Collections and donations	-	50,460	(12,660)	(37,800)	-
Friends of Winchelsea Church	-	16,800	(16,800)	-	-
	<u>47,083</u>	<u>113,539</u>	<u>(35,522)</u>	<u>3,584</u>	<u>128,684</u>
Endowment Fund					
Organ & Choir (Blanesburgh) - income	-	974	(974)	-	-
Organ & Choir and Blanesburgh - capital	33,459	-	-	(18)	33,441
Church & Churchyard - capital (Talbot/Berry-Anderson)	3,701	1	-	(3,702)	-
	<u>37,160</u>	<u>975</u>	<u>(974)</u>	<u>(3,720)</u>	<u>33,441</u>
Total funds	<u>152,431</u>	<u>203,401</u>	<u>(117,062)</u>	<u>6,318</u>	<u>245,088</u>

There has been a transfer from endowment funds to unrestricted designated funds in respect of the Church and Churchyard fund which is the Talbot/Berry-Anderson bequest. The income from this investment was so low as to make it impossible to continue to fulfil the terms of the endowment. Therefore the investment has been sold (as agreed by the Diocese) and the proceeds transferred to a designated CCLA account.

The PCC has agreed that these funds are to be treated as designated for Churchyard monument repair and maintenance.

In addition the organ and choir fund was shown as an endowment fund last year and has been recategorised this year to restricted funds.

The TW Longley legacy is represented by 1,599.91 shares in the Central Board of Finance of the Church of England Investment Fund. This was previously an unrestricted fund.

The PCC has made the decision to allocate this fund to a designated fund for the purpose of internal operational support and external Churchyard fabric.

The Geoffrey Perkins bequest was totally expended in 2016 on the purchase of a new piano. The figure carried forward is not therefore a cash sum; it represents the depreciated value of the piano in accordance with the statement of fixed assets on page 12.

11 Related parties and transactions

There are no related party transactions to disclose.

12 Comparatives for the Statement of Financial Activities

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	TOTAL FUNDS 2015 £
Income				
<i>Donations and legacies</i>	63,044	40,885	7,801	111,730
<i>Charitable activities</i>	13,186	424	-	13,610
<i>Investments</i>	989	102	1,380	2,471
<i>Other trading activities</i>	9,635	-	-	9,635
<i>Other</i>	2,011	-	-	2,011
Total	88,865	41,411	9,181	139,457
Expenses				
<i>Raising funds</i>	2,705	-	-	2,705
<i>Charitable activities</i>	66,199	27,309	1,380	94,888
<i>Other</i>	2,441	-	-	2,441
Total	71,345	27,309	1,380	100,034
Net income/expenditure	17,520	14,102	7,801	39,423
<i>Gross transfers between funds</i>	-	(37,040)	37,040	-
Net income/expenditure before other recognised gains/losses	17,520	(22,938)	44,841	39,423
<i>Gains/(losses) on investments</i>	290	-	120	410
Net movement in funds	17,810	(22,938)	44,961	39,833
Total funds brought forward	50,378	70,021	-	120,399
Total funds carried forward	68,188	47,083	44,961	160,232

13 UK Charities payments breakdown

	Unrestricted	Restricted	Total
Churches together in Rye	50		50
Fellowship of St Nicholas	50		50
Caring & Sharing	50		50
Family support work	50		50
Salvation Army	100	168	268
Tear Fund (Syrian Refugees)	50	223	273
Childrens Society	50		50
Rye Hospital	50	2110	2160
Compassion UK	50		50
Mission to Seafarers	50		50
MAF UK	50		50
St Michaels Hospice	50	100	150
British Legion	50	351	401
MacMillan Nurses	50		50
Barnabus Fund	50		50
Bishops Fund		175	175
The Pheonix Group		181	181
Crib service collection not yet paid over		318	318
Shelter		400	400
Street Pastors		116	116
Food Bank		149	149
	<hr/> 800	<hr/> 4291	<hr/> 5091