

**THE PARISH OF NEWTON NOTTAGE,
PORTHCAWL**

Report and Financial Statements

Year ended 31 December 2017

THE PARISH OF NEWTON NOTTAGE, PORTHCAWL

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THE PARISH OF NEWTON NOTTAGE, PORTHCAWL

STATEMENT OF RESPONSIBILITIES OF PCC MEMBERS

The members present their report along with the financial statements of the charity for the year ended 31st December 2017. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's trust deed, applicable law, and the requirements of the Charities SORP 2005 (Accounting and Reporting by Charities), and comply with the Charities (Accounts and Reports) regulations 2008 issued under the Charities Act 2011.

RESPONSIBILITIES OF THE MEMBERS

The charity's members are responsible for preparing the Statement of Responsibilities of PCC Members and the 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 members to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Members are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the 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 explain in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation

The Members are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008. The Members 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.

Signed by order of the Members

Rector

.....

Date:

THE PARISH OF NEWTON NOTTAGE, PORTHCAWL
INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2017

I report on the accounts of the Charity for the year ended 31st December 2017, which are set out on pages 4 to 11

Respective responsibilities of Members and Independent Examiner

The charity's members are responsible for the preparation of the accounts. They consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. It is my responsibility to:

examine the accounts under section 145 of the 2011 Act;

follow the procedures laid down in the General Directions given by the Charity Commissioners under section 145(5)(b) of the 2011 Act; and

state whether particular matters have come to my attention

Basis of Independent Examiner's Report

My examination was carried out in accordance with the General Directions given by the Charity Commission. 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 seeking explanations from you as members concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in a full audit, and consequently I do not express an audit opinion on the accounts.

Continued

THE PARISH OF NEWTON NOTTAGE, PORTHCAWL

INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES

FOR THE YEAR ENDED 31ST DECEMBER 2017

Independent Examiner's Statement - continued

In connection with my examination, no matters have come to my attention:

1) which give me reasonable cause to believe that, in any material respect, the trustees have not met the requirements to ensure that:

proper accounting records are kept in accordance with section 130 of the 2011 Act; and

accounts are prepared which agree with the accounting records and comply with the accounting requirements of the 2011 Act; or

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

**Alwyn Thomas
Alwyn Thomas Limited
Chartered Accountants
Glenaub House
Old School Road
Porthcawl
CF36 3AW**

DATE

THE PARISH OF NEWTON NOTTAGE, PORTHCAWL

STATEMENT OF FINANCIAL ACTIVITIES

FOR YEAR ENDED 31ST DECEMBER 2017

	Note	<u>Unrestricted</u> <u>Funds</u> £	<u>Restricted</u> <u>Funds</u> £	<u>TOTAL</u> <u>2017</u> £	<u>TOTAL</u> <u>2016</u> £
Incoming Resources					
Voluntary income	2	89,171	11,851	101,022	121,190
Generated income	3	61,550	-	61,550	66,281
Investment Income	4	15,837	37,783	53,620	75,446
<i>Total Incoming resources</i>		166,558	49,634	216,192	262,917
Resources expended					
Costs of generating funds:					
Cost of generating voluntary income		-	-	-	-
Charitable activities	5	146,773	28,527	175,300	211,257
<i>Total Resources Expended</i>		146,773	28,527	175,300	211,257
Net Incoming/(outgoing) Resources Before Transfers					
		19,785	21,107	40,892	51,660
Transfers between funds	11	2,750	(2,750)	-	-
Net Incoming/(outgoing) Resources Before Other Recognised Gains & Losses					
		22,535	18,357	40,892	51,660
Other Recognised Gains and Losses					
		-	-	-	-
Net Movement in Funds					
		22,535	18,357	40,892	51,660
Reconciliation of Funds					
Total funds brought forward		233,882	418,895	652,777	601,118
Total Funds Carried Forward		256,417	437,252	693,669	652,778

The Statement of Financial Activities includes all gains and losses in the year.
All of the above amounts relate to continuing activities

THE PARISH OF NEWTON NOTTAGE, PORTHCAWL

BALANCE SHEET AS AT 31ST DECEMBER 2017

	Note	2017		2016	
		£	£	£	£
FIXED ASSETS					
Tangible assets	7		120,000		120,000
Investments	8		<u>438,795</u>		<u>398,786</u>
			<u>558,795</u>		<u>518,786</u>
CURRENT ASSETS					
Debtors			-		-
Cash at Bank		<u>137,904</u>		<u>136,896</u>	
			<u>137,904</u>		<u>136,896</u>
CURRENT LIABILITIES					
Creditors		<u>3,030</u>		<u>2,905</u>	
NET CURRENT ASSETS					
			134,874		133,991
TOTAL ASSETS LESS CURRENT LIABILITIES					
			<u><u>693,669</u></u>		<u><u>652,777</u></u>
FUNDS					
Restricted income funds	9		437,252		418,895
Unrestricted income funds	9		256,417		233,882
			<u>693,669</u>		<u>652,777</u>

These financial statements were approved and signed by the Parochial Church Council on 24 April 2018

..... Rector - Canon Masson

..... Treasurer - Dr P Smart

THE PARISH OF NEWTON NOTTAGE, PORTHCAWL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2017

1) **Accounting Policies**

The Accounts have been prepared under the historical cost convention and with applicable accounting standards. In preparing the financial statements the charity follows best practice as laid down in the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) issued in March 2005.

Fund Accounting

Unrestricted funds are available for use at the discretion of the PCC members in furtherance of the general objectives of the charity.

Resources Expended

The Church in Wales Ministry contribution is paid regularly and is included in the financial statements for the year to which it relates.

Resources expended are recognised in the period to which they are incurred and include attributable VAT which cannot be recovered. They are allocated to the particular activity to which they relate.

Governance costs represent direct expenditure on the governance of the church, including the production and audit of the financial statements

As most of the management and activity of the church is carried out by volunteers, this intangible cost is not included in the financial statements as this voluntary contribution to the life of the church is incalculable.

Fixed Assets

All fixed assets are recorded at cost.

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be qualified with reasonable accuracy. The following specific policies are applied to particular categories of income:-

- 1) All voluntary giving is included in the financial statements for the period in which it is received.
- 2) Donations under Gift Aid plus the associated tax recovery are recognised as income when the donation is received.
- 3) Legacies are accounted for as and when their receipt is certain and can be properly quantified.

THE PARISH OF NEWTON NOTTAGE, PORTHCAWL

1) Accounting Policies (Continued)

Investments

Realised gains and losses on investments are calculated as the difference between the sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the statement of financial activities in the year of disposal.

Unrealised gains and losses represent the movement in the market values during the year and are credited or charged to the statement of financial activities based on the market value at the year end

Taxation

As part of the Church in Wales, the church is an excepted charity within the meaning of the Taxes Acts. Accordingly it is potentially exempt from taxation in respect of income and capital gains received to the extent that such income or gains are applied to exclusively charitable purposes. No provision for taxation has been made in these financial statements.

2) Voluntary Income

	Unrestricted Funds	Restricted Funds	Total Funds 2017	Total Funds 2016
	£	£	£	£
Donations				
Planned giving	52,690		52,690	52,002
Loose collections	13,302	100	13,402	10,271
Donations	7,780	9,880	17,660	42,681
For mission		621	621	1,825
Tax refunds	15,399		15,399	13,161
Grants		1,250	1,250	1,250
	89,171	11,851	101,022	121,190
	89,171	11,851	101,022	121,190

THE PARISH OF NEWTON NOTTAGE, PORTHCAWL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2017

3) **Incoming Resources from Activities for Generating Funds**

	Unrestricted Funds	Total Funds 2017	Total Funds 2016
	£	£	£
St Johns	23,415	23,415	27,210
St Davids	1,270	1,270	3,560
All Saints	10,065	10,065	7,634
St John Schoolroom	3,300	3,300	1,595
All Saints Hall	10,021	10,021	8,364
St Davids Hall	10,007	10,007	11,380
200 Club	2,137	2,137	2,480
Magazine	1,335	1,335	4,058
	61,550	61,550	66,281

4) **Investment Income**

	Unrestricted Funds	Restricted Funds	Total Funds 2017	Total Funds 2016
			£	£
Rental income	9,927	-	9,927	9,319
Bank interest receivable	3,170	110	3,280	5,010
Investment income	-	8,916	8,916	9,224
Profit on sale of investments	-	-	-	3,825
Increase in market value of investments	2,740	28,757	31,497	48,068
	15,837	37,783	53,620	75,446

5) **Costs of Charitable Activities by Fund Type**

	Unrestricted Funds	Restricted Funds	Total Funds 2017	Total Funds 2016
	£	£	£	£
Ministry - Quota	83,869		83,869	86,838
Ministry - Quota refunds			-	(4,598)
Ministry - Other	1,000		1,000	710
Clergy expenses	4,646		4,646	7,658
Cost of church activities (Note 12)	57,258	27,906	85,164	118,951
Charitable giving	-	621	621	1,698
	146,773	28,527	175,300	211,257

6) **Staff Costs and Emoluments Particulars of Employees**

No salaries or wages have been paid to employees, including the parochial church council, during the year

THE PARISH OF NEWTON NOTTAGE, PORTHCAWL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2017

7) **Tangible fixed assets**

	Land and buildings	Total
	£	£
Cost		
At 1 January 2017	120,000	120,000
Additions	-	-
Disposals	-	-
At 31st December 2017	120,000	120,000
Net book Value		
At 31st December 2017 and 2016	120,000	120,000

Land and buildings represent the cost of clergy properties at Meadow Lane and West End Avenue, Porthcawl.

8) **Investments**
The Representative Body of the Church in Wales
Common Investment Fund

	2017	2016
	£	£
Market Value at 1 January 2017	398,786	366,050
Investment income	8,916	9,224
Profit on disposal of fund units	-	3,825
Paid to parish funds	-	(28,381)
Increase in market value of fund units	31,093	48,068
Market value at 31 December 2017	438,795	398,786

Investments are made on behalf of the parish in the Common Investment Fund and are stated at the middle market value of £1.8317 per unit at 31 December 2017 (31 December 2016: £1.6991). Included in the investment total is £1,899 (2016:£2,303) held in cash by the Representative Body of the Church in Wales.

Included in the investment total are capital units with a value of £387,106 (2016: £359,803) held in trust by the RBCW for the Dr Ethel Davies - Vineries fund and capital units with a value of £29,983 (2016: £27,813) for the David Glan Evans fund.

Analysis of investments between funds

	Unrestricted Funds	Restricted Funds	Total Funds 2017	Total Funds 2016
	£	£	£	£
RBCW Common Investment Fund	37,863	400,932	438,795	398,786
	37,863	400,932	438,795	398,786

THE PARISH OF NEWTON NOTTAGE, PORTHCAWL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2017

9) Statement of funds	<u>Bal b/f</u>	<u>Incoming resources</u>	<u>Resources expended</u>	<u>Transfers between reserves</u>	<u>C/fwd</u>
	£	£	£	£	£
Unrestricted income funds					
General fund	233,882	166,558	(146,773)	2,750	256,417
Restricted income funds					
St John's Restoration Fund	30,633	6,840	(15,183)		22,290
All Saints Restoration Fund	2,476	3,167	(3,512)		2,131
St David's Restoration Fund	13,831	66	(9,211)		4,686
St John Baptist Churchyard	7,196	17			7,213
Dr Ethel Davies - Vineries	363,259	37,673			400,932
Other	1,500	1,871	(621)	(2,750)	-
Total restricted funds	<u>418,895</u>	<u>49,634</u>	<u>(28,527)</u>	<u>(2,750)</u>	<u>437,252</u>
Total funds	<u>652,777</u>	<u>216,192</u>	<u>(175,300)</u>	<u>-</u>	<u>693,669</u>

The Dr Ethel Davies - Vineries fund is held as an investment, as set out in note 8 to the accounts.

The parish is entitled to the interest on the Dr Ethel Davies - Vineries fund, which is to be applied for the maintenance of St John's Church. The capital in this fund is held by the Representative Body of the Church in Wales on trust.

10) **Analysis of Net Assets Between Funds**

	Tangible fixed assets £	Investments £	Net Current assets £	Total £
Restricted income funds	-	400,932	36,320	437,252
Unrestricted income funds	120,000	37,863	98,554	256,417
	<u>120,000</u>	<u>438,795</u>	<u>134,874</u>	<u>693,669</u>

11) **Transfers between funds**

The transfer of £2,750 to unrestricted funds concerns grants received over the last two years for the provision of services at the chapel in Trecco Bay. The parish has fulfilled its commitments under these grants and they are no longer repayable.

THE PARISH OF NEWTON NOTTAGE, PORTHCAWL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2017

12) Costs of Church Activities	Unrestricted	Restricted	2017 Total	2016 Total
	£	£	£	£
<i>Maintenance of Services</i>				
Altar requisities	1,637		1,637	1,322
Organists, choirs, sacristans etc	4,840		4,840	6,240
Cleaning	4,025		4,025	2,735
Heat & Light	19,161		19,161	21,144
	29,663	-	29,663	31,441
<i>Church Maintenance</i>				
Insurances	5,764		5,764	5,568
Saint John's	5,986	15,183	21,169	41,719
All Saints	-	3,512	3,438	7,142
Saint David's	1,031	9,211	10,242	2,069
	12,707	27,906	40,613	56,498
<i>Property Maintenance</i>				
Saint John's Schoolroom	866		866	2,346
All Saints Hall	2,020		2,020	491
Saint David's Hall			-	-
Clergy Houses	3,624		3,624	21,540
Saint John's Churchyard			-	-
	6,510	-	6,510	24,377
<i>General Parish expenses</i>				
Printing & stationery	4,439		4,439	3,367
Other expenses	2,619		2,619	2,188
Independent examiner's fees	1,320		1,320	1,080
	8,378	-	8,378	6,635
	57,258	27,906	85,164	118,951