

St John's Church, GOUROCK

Stated Annual Meeting - Finance Report – 12th June 2022

The Annual Accounts for the year ended 31st December 2021 were approved by the Trustees on 24th March 2022. The Independent Examiner, Kenneth Baldwin, approved these accounts and copies were submitted to 121 and Presbytery by the due date. Copies of the full Annual Report can be obtained hard or soft copy by emailing (PFBennett@aol.com) .

General Fund

The summarised table on Page 3 of this paper summarises the income and expenditure for the General Fund. The summary of the General Fund for the year is that the balance of funds held at the end of 2021 in the fund has further reduced and stands at £106,817. General income has decreased again in 2021 with offering income down 6.4% on 2020 level and 12.9% down on 2019 offerings. Although some reductions in costs have been achieved due to reduced Ministry and Mission contributions and Heat and Light costs these have not matched the drop in income.

Specific comments regarding the Annual Accounts -

Statement of Financial Activities

The figures reported in the Annual Accounts represent the aggregate of all funds, General, Special Fabric, Tower Appeal, Contact Group, Youth Fund.

The Kirk Session approved the inclusion of the Manse at Barrhill Road (which is vested in Trustees of St. John's) in the Annual Accounts of 2016 and no change has been made to the value of £275,000 reported in the 2018 Accounts. The report indicates that the Total Funds of the congregation have decreased from £541,497 in 2020 to £513,740 in 2021, a decrease of £27,757 ; £275,000 of the total funds is represented by the property.

It should be noted however that of the Total Funds excluding property totalling £238,740, £128,720 is held in funds for specific purposes with the General Fund standing at £110,020 at the end of the year. 2021 was similar to 2020, being as we all know years which could not have been foreseen so no accurate forecasts regarding income or expenditure for 2021 could be made.

Income from congregational activity and operating costs both fell in 2021 compared with 2020.

INCOME

Closer examination of the detail behind our accounts reveals that our Offering Income in 2021 fell by 6.4% (2020 -7%). With little to no income from fundraising or hall rentals and Gift Aid recovery reduced due to decrease in offering income the overall drop in income in 2021 excluding legacies in both years was 10.0%.

EXPENSES

Resources expended in 2021 on Unrestricted Expenses increased from £139,384 to £144,497, an increase of £5,113. £30,250 of the 2021 spend related to the replacement of church boilers and £17,143 of the 2020 spend related to the upgrade of our audio visual equipment. Other general overhead expenses decreased as per the table below. Spend was generally well controlled with specific increases in some areas of our operation necessary to respond to the pandemic.

Two significant large expenses were incurred in 2021. The central heating boilers were upgraded at a cost of £30,250 and a new organ was purchased at a cost of £23,106. The organ, being a moveable asset, has been capitalised and will be written down over 5 years.

Balance Sheet

The overall level of reserves have decreased with Unrestricted Reserves depleted by £18,836 whilst Restricted Reserves decreased by £8,921.

Forecast for Year to 31st December 2022

Due to the effect of the pandemic on our patterns of income and expenditure in 2020 and 2021 uncertainty still makes it extremely difficult to forecast income for 2022. What we do know is that our single largest expenditure item, Ministry and Mission allocation, has been increased by 121 back to the level of the 2020 assessment £75,529. (2020 £75,290 : 2021 £69,519).

It is forecast that General Fund Expenditure for 2022 will total £124,611 as per the table below which is a similar total to the forecast for 2021. Increases in fuel costs can be anticipated and insurance has already increased. As in previous years the 2022 cost estimate does not include any extraordinary repairs to property with an allowance of £7,500 for Church and £5,000 for manse general maintenance items. If we were to achieve a 5% overall increase in income from the 2021 total a deficit of £16,295 would arise.

This anticipated deficit, taken in conjunction with the deficits already incurred in 2019, 2020 and 2021 is a concern and would see our General Fund balance fall from £148,674 to around £95,000.

Page 3 General Fund Income and Expenditure for 2021 : Forecast for 2021 : Income and Expenditure for 2020 : Forecast for 2022

Page 4 Movement of Funds Summary for 2021

Page 5 Unrestricted Funds and Offering Summary Graphs

Peter Bennett
Congregational Treasurer
GOUROCK : St John's Church

21st May 2022

| St John's Church : GOUROCK | | | | | |
|--|-----------------|-----------------|-----------------|-----------------|-------------------------|
| Income and Expenditure 2021 - General Fund | | | | | |
| | Actual | Estimate | Actual | Estimate | Comments |
| | FY 2020 | FY 2021 | FY 2021 | FY 2022 | |
| INCOME | | | | | |
| WFO Scheme | £9,965 | £10,463 | £9,449 | £9,922 | 2021 Actual plus 5% |
| Bank Standing Orders | £64,416 | £67,637 | £62,906 | £66,051 | 2021 Actual plus 5% |
| Gift Aid Donations | £2,949 | £3,096 | £4,464 | £4,687 | 2021 Actual plus 5% |
| Ordinary Offerings (Loose) | £1,942 | £2,039 | £895 | £940 | 2021 Actual plus 5% |
| Other Offerings | £4,260 | £4,473 | £828 | £869 | 2021 Actual plus 5% |
| Mast rental | £9,200 | £9,200 | £9,845 | £9,845 | |
| National Giving Day | £0 | £0 | £797 | £0 | |
| Voluntary Income | £92,731 | £96,907 | £89,184 | £92,314 | |
| Tax Recovered | £19,762 | £15,000 | £13,216 | £12,500 | Estimate |
| Congregational Org | £1,000 | £0 | £0 | £500 | Estimate |
| Minister's Telephone Contribution | £0 | £0 | £0 | £0 | |
| Weddings and Funerals | £350 | £250 | £647 | £250 | Estimate |
| Donations for Third Party | £300 | £0 | £448 | £0 | Contra item |
| Unrestricted Legacy | £2,000 | £0 | £20,000 | £0 | |
| Regular Fund Raising | £247 | £0 | £82 | £1,000 | Estimate |
| Book Sales | £0 | £0 | £0 | £0 | |
| Bank and Deposit Interest | £1,778 | £1,500 | £1,088 | £1,500 | |
| Use of Premises | £320 | £0 | £60 | £0 | Assumed to be nil |
| Miscellaneous Income | £25 | £0 | £40 | £0 | |
| Life and Work Income | £350 | £350 | £252 | £252 | Same as 2021 |
| Total Income | £118,863 | £114,007 | £125,017 | £108,316 | |
| EXPENDITURE | | | | | |
| Ministries-Mission Allocation | £75,290 | £69,519 | £69,519 | £75,529 | Actual - reduced by 121 |
| Presbytery Dues | £829 | £890 | £890 | £890 | Actual |
| Ministry Travel expenses | £40 | £200 | £36 | £200 | Estimate |
| Ministers Telephone and Internet | £1,025 | £1,200 | £937 | £1,200 | Estimate |
| Equipment | £1,916 | £0 | £0 | £0 | |
| Pulpit Supply | £180 | £420 | £0 | £420 | Provide - 7 Sundays |
| Youth Work Expenses | £0 | £250 | £0 | £250 | Estimate |
| Fund raising expenses (regular) | £0 | £0 | £0 | £0 | Estimate |
| Organist Salary | £995 | £3,750 | £3,906 | £4,765 | Estimate |
| Secretary Salary | £3,214 | £3,300 | £1,339 | £0 | |
| Printing | £220 | £231 | £220 | £231 | 2021 Actual plus 5% |
| Stationery | £244 | £300 | £13 | £300 | Estimate |
| Photocopying | £678 | £750 | £226 | £750 | Estimate |
| Telephone and Internet | £986 | £1,000 | £1,018 | £1,000 | Estimate |
| Postage | £1,099 | £1,000 | £384 | £1,000 | Estimate |
| Books | £122 | £250 | £0 | £250 | Estimate |
| Photocopier Lease Costs | £3,818 | £3,818 | £1,879 | £0 | Lease expired |
| Life and Work Expenses | £459 | £550 | £360 | £252 | Actual |
| Publicity and Adverts | £38 | £250 | £0 | £250 | Estimate |
| Training for Mission | £0 | £250 | £0 | £250 | Provision |
| Outreach | £319 | £400 | £715 | £400 | Estimate |
| Choir and Music Expenses | £1,014 | £1,064 | £1,313 | £1,379 | 2021 Actual plus 5% |
| Miscellaneous Expenses | £668 | £700 | £783 | £700 | Provision |
| Fabric Maintenance Church | £5,471 | £7,500 | £7,222 | £7,500 | Provision |
| Organ - Piano Maintenance | £295 | £300 | £0 | £300 | Estimate |
| Gas Church | £10,333 | £10,500 | £3,528 | £5,000 | Estimate |
| Electricity Church | £2,028 | £3,000 | £2,843 | £3,500 | Estimate |
| Insurance Church | £3,673 | £3,873 | £3,873 | £4,145 | Actual |
| Water Charges | £0 | £0 | £1,559 | £0 | |
| Cleaning Materials | £1,458 | £1,604 | £1,757 | £1,933 | 2021 Actual plus 10% |
| Fabric Maintenance Manse | £1,545 | £5,000 | £1,141 | £5,000 | Provision |
| Council Tax Manse | £2,501 | £2,576 | £2,527 | £2,596 | Actual |
| Donations to Third Parties | £300 | £0 | £1,017 | £0 | Contra item |
| Depreciation of organ | £0 | £0 | £4,621 | £4,621 | |
| Major Fabric Expenses | £17,143 | £0 | £30,250 | £0 | Central Heating Boiler |
| Total Expenditure | £137,902 | £124,445 | £143,876 | £124,611 | |
| SURPLUS IN YEAR | -£19,039 | -£10,438 | -£18,859 | -£16,295 | |

GOUROCK : St.John's Church of Scotland - SC006412
Fund movement summary
Selected period: 01 January 2021 to 31 December 2021

| Fund | Fund Balances brought forward | Incoming Resources | Outgoing Resources | Transfers | Fund balances Carried forward |
|------------------------------|----------------------------------|-----------------------|-----------------------|-----------|----------------------------------|
| Contact - Contact Group | 739 | — | 522 | — | 217 |
| Endow ment - Endow ment Fund | 6,300 | — | — | — | 6,300 |
| Manse - Manse and Halls | 275,000 | — | — | — | 275,000 |
| Revaluation Fund | | | | | |
| Surfers - Sunday Surfers | 252 | — | — | — | 252 |
| Tea - Tea and Coffee | — | 152 | — | — | 152 |
| Tow erest - Tow er | 55,021 | 911 | 10,080 | — | 45,852 |
| Youth - Youth Fund | 2,183 | 533 | 200 | 63 | 2,580 |
| General - General fund | 125,676 | 129,729 | 148,525 | -63 | 106,817 |
| SpeFab - Special Fabric Fund | 76,320 | 247 | — | — | 76,567 |
| Totals | 541,493 | 131,573 | 159,327 | — | 513,739 |

There may be minor discrepancies in the totals if the pence are not

