



ST PAUL'S AND ST GEORGE'S CHURCH

Scottish Charity Number:- SC005025

FINANCIAL STATEMENTS YEAR ENDED 30 SEPTEMBER 2016

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Reference and Administrative Information

Scottish Charity Number

SC005025

Principal Office

10 Broughton Street
Edinburgh EH1 3RH

Rector

David Richards

Auditors

Chiene + Tait LLP
Chartered Accountants and Statutory Auditor
61 Dublin Street
Edinburgh EH3 6NL

Bankers

Bank of Scotland

Vestry Membership

Members elected by congregation

Secretary Oct - Dec 2015	Jake Thomas
Secretary from January 2016	Helen Brett
Secretary from January 2017	Mhairi Snowden
Treasurer	Sean Wright
Lay representative (ex officio)	Neil Stewart
	Craig Irving
	Julie Taylor
	Nicola Davies Jenkins
	Sally Best
	Paul Deponio
	James Rogers
	Andy Bevan
	Joy Nicholson
	Paul Arthurson

Date of election	Date to stand down
December 2012	December 2017
January 2011	December 2016
January 2017	December 2017
December 2013	December 2018
December 2012	Annual appointment
December 2012	December 2017
December 2012	December 2016
December 2013	December 2019
December 2013	December 2016
December 2013	December 2019
December 2013	December 2020
December 2014	December 2020
December 2015	December 2021
December 2015	December 2021

Members ex-officio

Rector and Chair	David Richards
Associate Rectors	Richard Cornfield
	Libby Talbot (from Jan 2016)
Curate	James Green



ANNUAL REPORT OF THE VESTRY

The Vestry has pleasure in presenting their report and the financial statements for the year ended 30 September 2016. 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 constitution, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and Accounting Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities applicable in the UK and Republic of Ireland published on 16 July 2014.

OBJECTIVES AND ACTIVITIES

This year the Church continued to implement its strategy for 2014-20. Our vision is that "we are called to be whole life disciples, sharing the whole of the gospel, with the whole of society, through churches of grace".

From this the four strands of the new strategic plan were formed:

- **Discipleship:** We aim to develop pathways for spiritual formation to provide opportunities for people at different stages of life to hear the gospel. We encourage all members to belong to a Connect Group. Connect Groups meet regularly and are places of prayer, mutual accountability, mission and discipleship. We aim to offer a range of courses to equip members of different ages and stages. We will continue to develop our mentoring programme.

- **Social Transformation:** We aim to establish a social transformation ministry characterised by service, partnerships and relationships with those in need. We aim to develop strategic relationships with partner organisations and build relationships with local and national government to become an influential voice. Building on the Soul Food ministry we will continue to explore different areas of work including support for the homeless, pastoral care, foster care and activity with the elderly.

- **Theological training:** Working with the Scottish Episcopal Church, we will continue to encourage the Diocese (together with the leaders of other churches) to establish mixed-mode training for ordained ministers. We want to train and equip younger ordinands, mission-minded leaders and worship leaders.

- **Church planting:** We aim to plant new churches and add life to existing congregations in partnership with other churches. We will look for further opportunities to grow.

Underpinning this strategy are our aims: worshipping God, loving people and serving the world:

WORSHIPPING GOD

We want to lead people to a relationship with Jesus, and to deepen that relationship. We want to be a church that prays passionately and effectively. We want everyone to deepen their experience of, relationship with and expectation of God. We also want everyone to grow in their God-given ministry. In short, we want to be a church **worshipping God**.

LOVING PEOPLE

We want to be a community where the quality and depth of our relationships reflect the nature of God himself. We want to be a church where people feel welcome, where there are practical demonstrations of people putting other people's needs first; and where we share our resources. We want everyone to become all that God intended them to be, by coming into a relationship with Jesus. In short, we want to be a church **loving people**.

SERVING THE WORLD

We also want to show God's love locally, nationally and globally. We will seek to find and meet needs in Edinburgh that no-one else is meeting, whilst also encouraging individuals and groups to follow their passions in showing Christ's love across the city. We will continue to give away a proportion of our income to meet specific social, economic and spiritual needs across the world, especially through the work of our mission partners. Through the Micah Fund, which is resourced by an annual gift day, we will give money away to projects in the UK, working in the four areas of our strategy. In short, we want to be a church **servicing the world**.

Achievements and performance

In 2015/16 we have continued to develop the ministry of the church under the four areas covered by our strategy.

Discipleship - we have continued to encourage people to become 'whole-life disciples' of Jesus Christ. We now have 21 Connect Groups across the city and beyond. The groups range in size from 10-60 people. During the year, we ran two Marriage Preparation Courses, a Network Course, and other courses to help people work out what it means to be a follower of Jesus. We have begun two Transforming Work groups to facilitate discussion around faith in the workplace. We have held regular "Kingdom Come" prayer gatherings, and our Prayer Ministry team have received training and have begun serving at our 9am service, as well as 11am and 7pm each week. Our teaching series have helped people to grow in their relationships with God and each other. Our Youth and Children's work continues to prosper - from our Babies and Toddler groups, Bounce and Energise to youth group weekends away and the weekly Friday meetings. Our work with University students is developing including events for international students.

Edinburgh City Council encouraged us to help people coming to Edinburgh as refugees 'to rediscover beauty' - and we are trying to do that through regular activities. The guests who attend our activities for refugees end their time together by eating at Soul Food. This has continued to grow and develop - serving over 100 people each week and having over 100 people on the team too. Our counselling department is key to helping people turn their lives around and this year our team of staff and volunteer counsellors offered 1658 hours of counselling and were able to provide counselling to 89 new clients in Number 40. Alongside church members serving on the Bethany/ECM Care Van, our Counselling service, people volunteering with charities like Home for Good and Safe Families for Children, we were delighted to help the appointment of the new Prisons Alpha Scotland Development Worker. Our **Social Transformation** ministry is growing and developing.

Under **Theological education** we have continued to run our School of Theology. Libby Talbot, our new Associate Rector who joined the staff in January 2016, has overseen the re-launch of this with new modules being offered and increased interest. Discussions with the SEI and St Mellitus have been ongoing during the year - and it is hoped mixed-mode training will be offered from September 2017.

Finally, we have continued to support financially the work of All Souls Fife led by Dean Norby and we remain committed to the development of more **church planting** initiatives. Our Associate Rector, Rich Cornfield, has been working on a prospective new plan which is creative, imaginative and pioneering. Discussions will continue with the Bishop, Diocese and Vestry as these plans become a reality in 2017.

Vestry has continued to meet during the year with the Rector chairing the whole Vestry meetings and Resources group. Craig Irving became the Chair of the Church Life group. Lynda Ross became Chair of the Property and Infrastructure group, Jake Thomas became Chair of the Staffing group while Sean Wright continued to serve as Treasurer. At the AGM, Julie Taylor and Helen Brett will finish their terms as Vestry members while Sally Best will step down due to work commitments. We thank them all for their contributions over the past year.

At the last AGM, we announced a significant decision in changing the way some of our money was given away. We disbanded the 10% Fund and replaced it with the Micah Fund. This is chaired by Calum Mitchell and they distributed £33,800 during the past year. Global Focus has moved into the General Fund rather than being dependent on a Gift Day. Alison Strang and Jenny Cornfield have served as joint-Chairs of this group for several years but have both indicated their desire to step down at the 2016 AGM. Again, we thank them for all their hard work and commitment to the Global Focus team, and our Mission Partners, over many years.

On the staff, we have welcomed Libby Talbot as Associate Rector, Anna Wakeling as Finance Administrator. We appointed David Shanks as full-time Administrative Assistant following his internship with us. We have seen the appointment of Eilidh Matheson and Beth Allnut as full-time Events and Facilities Co-ordinators respectively, said farewell to Laura Moffatt as she moved away to get married and welcomed Jamie Woods as our new part-time caretaker. We also said goodbye to Clare O'Donnell and Kay Hamilton who had served on the Operations Team for 5 and 10 years respectively. The staff had a great 24 hour retreat in September.

Grant making policies

Micah Fund

The 10% fund has been discontinued and replaced by the Micah Fund. The purpose of the Micah fund is to raise funds for selected projects in the UK, where we can make a real difference. The projects will be seen to be extending our commitment to the four 'arrows' of our 2014-20 strategy (Discipleship; Theological Education; Church Planting and Social Transformation) beyond the boundaries of the Church's ministry.

In 2015/16 the Fund was financed by a balance of £52,000 from the 10% Fund. The first Gift Day to the Micah Fund will be held in March 2017.

Global Focus Fund

Recognising that the size of our church and the way in which we serve the world has changed since the mid 80's. Vestry agreed to pursue a restructure of the funds from 2015/16 to continue to give generously, transparently and responsibly. From the 1st October 2015, the funding of our long term mission partners (currently 8 in number) and partner organisations (currently World Vision, Tearfund and IJM) has been budgeted in the General Fund instead of from a Global Focus Fund. The allocation of these Funds is determined by the Global Focus Committee. The balance of the restricted Global Focus Fund is being used for the purposes of World Mission until it has a zero balance, when it will be closed.

Role and contribution of volunteers

The Vestry and congregation are indebted to the large number of volunteers who are involved in the running of the church and its ministry. There are over 60 areas of service co-ordinated by volunteer led teams.

Summary of the year

The Vestry considers that the church has moved forward under the 2014-20 strategy this year and continued to steward its resources well. Particular highlights in the year have been the development of Discipleship under our new Associate Rector Libby Talbot, the continuation of the Social Transformation Ministry and the support of the Church graft in Fife. Further details to be found in the Rector's report.

FINANCIAL REVIEW

The past year

The financial performance and position of the church as at 30 September 2016 are set out in the accompanying financial statements.

Income

In the last financial year the overall congregational giving increased by 2% to £914K (2014/15 £893K)

- £851,000 to the general fund to meet all our costs, support our mission partners and helping to fund our quota to the Diocese.

- £62,000 for P21 in one off gifts and continuing pledges, which has allowed us to repay a further £65,000 early, therefore reducing the loan balance to £200,765.

- £500 to the Social Needs Fund.

Additionally, income from events for external organisations has brought in £38,000 and the Counselling Service received donations of £11,405.

Net incoming resources across all funds were £59K (2014/15 £171K) see the Statement of Financial Activities.

Expenditure

In the last financial year the overall expenditure across all Funds increased by 7% to £906K (2014/15 £848K)

We were able to give away £207K (23% of total income):

- £47K through The Micah Fund to individuals and organisations working in the UK in the fields of Discipleship, Theological Education, Church planting or Social Transformation and also through the work of our Soul Food Ministry caring for those in need in our city.

- £83K to Mission Partners and Partner Organisations.

- £75K to the work of the Diocese of Edinburgh and the Province of the Scottish Episcopal Church to support the Ministry and Growth of the Episcopal Church in Scotland.

- £700 to respond to Social Needs including help for refugee families in Edinburgh.

General Fund

The General Fund giving of £851,000 was 1% above that of 2014/15. Our General Fund expenditure after interest payments was £842,000, up 9% from last year. This was as a result of mortgage costs for a new Rectory (houses running costs rose by 9%) Staff costs increased by 7% with a full year of the new posts in Facilities and Events and Childrens Ministry and the recruitment of a full-time Administrative Assistant. Diocesan Quota rose by 12% and as we brought the support of our Global Focus partners into the General Fund and removed the 10 % Fund, this increased expenditure by £39K (5% of total expenditure).

In the first months of the financial year giving to the General Fund was 4.5% below budget. Vestry took the decision to revise the budget in May 2016 to manage income and expenditure effectively. This has enabled us to finish the financial year, after transfers of £57K to capital funds, with a small surplus of £3K.

We have used this surplus to continue to provide for maintenance and renewal of our buildings and technology by transferring £2923 to the Fabric Fund.

The General Fund reserves remain at £120,000 giving us nearly two months of cover for expenses.

Property Fund

This designated fund is a sub-fund of the General Fund, showing financial resources held by the Church that have been used to acquire property. Transfers are made from General to Property to cover the repayment of mortgage loans during each year.

Fabric Fund

This designated fund is also a sub-fund of the General Fund, showing the financial resources set aside for the planned fabric repairs and improvements and to respond to any significant issues with relation to the Church buildings. It is managed by the Property and Infrastructure Group as a Vestry subcommittee. This Group was chaired by James Rogers until June 2016 when Lynda Ross took over as Chair. During the year £10,057 was spent from the Fabric Fund. These funds were used for the installation of a new fire system and emergency lighting in No 40 York Place, the first phase of replacing the church chandeliers with LED lights, and the replacement of the generator battery.

Global Focus Fund

Following the decision made by Vestry 2014/15 to support Mission Partners and Partner Organisations from the General Fund, the Global Focus Fund has held a small balance which will be used to support Mission Partners until the balance reaches zero and then the fund will be closed. £8,466 was used to support mission partners from the Global Focus Fund in addition to £74,554 from the General Fund.

Micah Fund

In 2014/15 the balance of £52K from the 10% Fund was used to seed fund the new Micah Fund, effective from 1 October 2015. The Micah Fund is a restricted fund which can be used solely for giving outwith the Church. It is managed by a Vestry subgroup chaired by Calum Mitchell. The Subgroup began meeting in January 2016 and identified a number of projects to support in the UK in line with the four key areas of the Church's strategy. A total of £33,800 was given from the Micah Fund in 2015/16 to these projects alongside support of church members going on short-term mission and to support people training for ordained ministry. The first Micah Fund gift day will be held in March 2017.

Project 21 Fund

This fund was established to finance a major redevelopment of the Church building and also the planting of a congregation in the south east sector of Edinburgh. Project 21 is a restricted fund, with a separate trust deed, with Vestry members as trustees. Because the trustees are vestry members, the Project 21 fund is included within these financial statements.

Following pledge days in November 2004 and November 2006, members of the congregation have made donations totalling £6,572,399 (including gift aid tax relief) at the end of September 2016. Expenditure so far on Project 21 has been £6,999,661.

Church Plant Fund

This designated fund has been established in line with our strategy to provide for funds for Church Plants. £20,000 was transferred from the General Fund in 2013/14 and a further £10,000 was transferred in 2014/15. £15,000 was given in November 2014 and £5,000 in November 2015 and February 2016 to All Souls Fife, Ps & Gs Church Graft led by Dean Norby. Our final £5,000 of financial support will be given in November 2016.

Social Needs Fund

The accounts show a shortfall for the year of £142 (2014/15 - deficit £6,851) and an overall surplus at 30 September 2016 of £4,281. In 2015/16 the Social Needs Fund was used to support our work with refugee families in Edinburgh.

Overall

The Vestry appreciates that many people give very generously and wish to express their thanks to you for your support. Adding in the external event and other income, the total incoming funds were £964,778 (2014/15 £1,018,778). We spent £905,393 (2014/15 £848,171) resulting in a net movement in funds of £59,009 before transfers.

Reserves

Funds held by the Church are split between unrestricted and restricted income funds. The unrestricted funds can be used in accordance with the charitable objectives of the Church at the discretion of the Vestry. The restricted funds arose as a result of fundraising or transferred from unrestricted fund.

Reserves are reviewed on a regular basis and are held at such a level to ensure the ongoing financial stability and operation of the charity. At 30 September 2016, the Church had a total balance of £901,500 (2015 - £842,488) consisting of unrestricted funds of £1,036,866 (2015 - £1,017,281) and restricted funds deficit of £135,366 (2015 - deficit £174,793).

PLANS FOR FUTURE PERIODS

We are continuing to work towards our 2014-20 strategy which was launched on 1st January 2014, aiming for each church member to be a whole life disciple, sharing the whole of the gospel, with the whole of society, through churches of grace. In the new year we look forward to continuing to focus on our discipleship work looking particularly at leadership development, we continue to develop our Social Transformation Ministry, and to work with the Scottish Episcopal Church to develop theological education and seeking further Church Planting opportunities.

We have prepared a realistic budget for 2016/17 forecasting income and expenditure level with 2015/16 actuals and expenditure. We are thankful for the generosity of Church members and recognise our reliance on continued giving to carry out our strategy.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

St Paul's and St George's Church is administered under a Constitution which was revised in 2000, and is a church in the Diocese of Edinburgh in the Scottish Episcopal Church. The funds are vested in the Vestry. St Paul's and St George's is recognised by the HM Revenue & Customs under Scottish Charity Number SC005025 (and reference CR22836)

Vestry and Staff Team

Vestry oversees the financial, staffing and fabric aspects of the church, and supports the Rectors in their spiritual leadership. Its role may be summarised as "being responsible for setting and monitoring our long term strategic vision, and ensuring the efficient stewardship of resources". Responsibility for strategy implementation, operations and day to day running rests with the Rector and staff, supported by volunteers. Key Management Personnel are the Rector and the Associate Rectors.

Vestry meets at least twice a month, once to pray and once for business. Much of its business is conducted through two groups, Church Life and Resources, and in turn through the sub groups of Global Focus and Micah Funds, Staffing and Property and Infrastructure. Each Vestry member is allocated either to Church Life or Resources, and the aim is one full Vestry meeting every two months, and five or six meetings each of Church Life and Resources over the year. The minutes of Vestry meetings are made available to the congregation. An annual report is also prepared for the AGM by the Chair of Vestry.

Risk Management

The Vestry considers major risks on an ongoing basis. Risk and control activities include safeguarding policy, health and safety assessments, a planned maintenance programme, financial control procedures and monthly financial reporting. The Health & Safety risk assessments for all relevant activities reveal no major risks identified for urgent corrective action.

Appointment of Vestry

Vestry members are elected at the AGM and normally hold office for up to six years. The Lay Representative is elected each year at the AGM to represent the church at Diocesan Synod and Area Council meetings. The constitution provides that the Rector shall be the Chair, unless he chooses to request Vestry to elect one of its members. The Secretary and Treasurer are elected by the Vestry.

Vestry Members are appointed from the Constituent Members at the Annual General Meeting. Any Constituent Member shall be able to nominate any other Constituent Member to stand for election to the Vestry as long as the nomination is received seven days before the Annual Meeting of the Congregation, it is seconded by another Constituent Member and the nominee is willing to stand.

Vestry Induction and Training

Vestry Training is carried out annually at the first Full Vestry meeting after the AGM. Topics covered include the role of the Vestry; responsibilities of Trustees, and the role of the Scottish Charities Regulator. From time to time external training is arranged for Trustees.

Remuneration of the Key Management Personnel

Vestry and the Vestry subgroup, Staffing Group are responsible for setting staff salaries in line with market rates. These are reviewed annually. Stipends for ordained clergy are set by Vestry based on the standard stipend set annually by the Scottish Episcopal Church.

Auditor

We will recommend to the AGM that we will appoint Chiene & Tait as Auditors for 2016/17.

By order of the Vestry

David Richards
Trustee and Chair of Vestry

D. Rich
24/4 2017

Statement of the Vestry's (Trustees) Responsibilities

The Vestry are responsible for preparing the Vestry's Annual Report 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 Scotland requires the Vestry to prepare financial statements 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 financial statements, the Vestry are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities Statement of Recommended Practice;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Vestry 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 and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution. They 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 Vestry are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent Auditor's Report to the trustees of St Paul's and St George's Church

We have audited the financial statements of St Paul's and St George's Church for the year ended 30 September 2016 which comprise the Consolidated Statement of Financial Activities, the Consolidated and Parent balance sheets and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's vestry, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). Our audit work has been undertaken so that we might state to the charity's vestry those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's vestry as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Vestry's Responsibilities Statement set out on page 9, the vestry are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with regulations made under that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/apb/scope/private.cfm.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charity's affairs as at 30 September 2016, and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Accounts (Scotland) Regulations

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- proper accounting records have not been kept; or
- the parent charity's financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Chiene + Tait LLP

Chiene + Tait LLP
Chartered Accountants and Statutory Auditor
61 Dublin Street
Edinburgh
EH3 6NL
27 APRIL 2017

Chiene + Tait LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

St Paul's and St George's Church
Consolidated Statement of Financial Activities ("SOFA")
for the year ended 30 September 2016

	Unrestricted Funds				Restricted Funds				Total 2015/16 £	Total 2014/15 £
	General Fund	Property Fund	Fabric Fund	Church Plant Fund	Global Focus Fund	Project 21 Fund	Social Needs Fund	Mirah Fund		
Income and endowments										
Donations and Legacies	716,313	-	-	-	-	56,709	520	-	773,542	731,874
Income tax recovered	134,963	-	-	-	-	5,427	-	-	140,390	152,712
Other Trading Activities	38,409	-	-	-	-	-	-	-	38,409	61,641
Fundraising events and activities										
Income from Investments	972	-	-	-	-	56	-	-	1,028	1,435
Interest received	-	-	-	-	-	-	-	-	-	49,673
Gain on Sale of Investments	-	-	-	-	-	-	-	-	-	21,445
Income from charitable activities	11,405	-	-	-	-	-	-	-	11,405	
Total income and endowments	902,062	-	-	-	-	62,192	520	-	964,774	1,018,779
Expenditure										
Expenditure on charitable activities	836,239	-	10,057	10,000	8,466	850	661	33,800	900,073	841,051
Other expenditure	5,689	-	-	-	-	-	-	-	5,689	7,120
Total expenditure	841,928	-	10,057	10,000	8,466	850	661	33,800	905,762	848,171
Net income (Expenditure)	60,134	-	(10,057)	(10,000)	(8,466)	61,342	(141)	(33,800)	59,012	170,609
Transfers to cover mortgage capital repayments between the funds	(57,209) (2,925)	36,717	-	-	-	20,492	-	-	-	-
Net movements in funds	-	36,717	(7,132)	(10,000)	(8,466)	81,834	(141)	(33,800)	59,012	170,609
Reconciliation of funds										
Total funds brought forward	120,000	815,015	67,267	15,000	25,602	(256,818)	4,423	52,000	842,488	671,880
Total funds carried forward	120,000	851,732	60,135	5,000	17,136	(174,984)	4,282	18,200	901,501	842,489

All income and expenditure derive from continuing activities.

The notes on pages 20 to 26 form part of these financial statements.

St Paul's and St George's Church
Consolidated Statement of Financial Activities ("SOFA")
for the year ended 30 September 2016

SOFA for prior year	Unrestricted Funds				Restricted Funds				Total 2014/15 £
	General Fund	Property Fund	Fabric Fund	Church Plant Fund	Global Focus Fund	Project 21 Fund	Needs Fund	Micah Fund	
	£	£	£	£	£	£	£	£	£
Income and endowments									
Donations and Legacies	687,114	-	-	-	10,254	31,644	2,862	-	731,874
Income tax recovered	144,403	-	-	-	1,115	7,164	30	-	152,712
Other Trading Activities	61,641	-	-	-	-	-	-	-	61,641
Fundraising events and activities									
Income from Investments									
Interest received	1,214	-	-	-	-	221	-	-	1,435
Gain on Sale of Investments	-	49,673	-	-	-	-	-	-	49,673
Income from charitable activities	21,445	-	-	-	-	-	-	-	21,445
Total income and endowments	915,817	49,673	-	-	11,369	39,029	2,892	-	1,018,779
Expenditure									
Expenditure on charitable activities	765,595	-	3,248	15,000	47,066	399	9,743	-	841,051
Other expenditure	7,120	-	-	-	-	-	-	-	7,120
Total expenditure	772,715	-	3,248	15,000	47,066	399	9,743	-	848,171
Net income (Expenditure)	143,102	49,673	(3,248)	(15,000)	35,697	38,630	(6,851)	-	170,609
Transfers to cover mortgage capital repayments between the funds	(52,945) (79,901)	29,585	-	-	-	23,360	-	-	-
Net movements in funds	10,256	79,258	14,653	(5,000)	35,697	61,990	-6,851	52,000	170,609
Reconciliation of funds									
Total funds brought forward	109,744	735,757	52,614	20,000	61,299	(318,808)	11,274	-	671,880
Total funds carried forward	120,000	815,015	67,267	15,000	25,602	(256,818)	4,423	52,000	842,489

All income and expenditure derive from continuing activities.

The notes on pages 20 to 26 form part of these financial statements.

General Fund



Income	Note	2016 £	2015 £
Stewardship and donations (net)		716,313	687,114
Income tax recovered and recoverable		134,963	144,403
Hire of premises		38,409	61,641
Other income		11,405	21,445
Income for the year ended 30 September		901,090	914,603
 Expenditure			
Staff costs	3	417,951	391,466
Administrative expenses		52,256	53,207
Church running costs	5	88,086	85,730
Houses' running costs	5	61,971	56,809
Flat running costs	5	18,356	18,205
Pastoral - adult		3,970	8,659
Soul Food		10,551	-
Diocesan Quota		74,788	66,667
Mature and Evangelism		7,764	10,291
Worship		8,082	14,674
Pastoral - Youth & Children		-2,578	7,044
10% Mission		-	32,922
Global Focus	7	74,556	-
General fabric expenses and repairs		20,486	19,919
Expenditure for the year ended 30 September		836,239	765,595
Surplus for the year before interest		64,851	149,008
Interest received		972	1,214
Interest paid		(5,689)	(7,120)
Surplus for the year after interest		60,134	143,102
Transfer to cover mortgage capital repayments		(57,209)	(52,945)
Transfer of 10% to restricted Micah Fund		-	(52,000)
Surplus for the year after transfers		2,925	38,157
 General fund as at 1 October		 120,000	 109,744
		122,925	147,901
 Transfers to Designated Funds			
Transfer to Fabric Fund		(2,925)	(17,901)
Transfer to Property Fund		-	-
Transfer to Social Needs Fund		-	-
Transfer to Church Plant Fund		-	(10,000)
 General fund as at 30 September		 120,000	 120,000

The notes on pages 20 to 26 form part of these financial statements.

See also the explanatory notes in the Financial Review on Pages 6 & 7

Property Fund



	2016 £	2015 £
Income		
Gain on sale of 53 Balgreen Road	-	49,673
Income for the year ended 30 September	<u>-</u>	<u>49,673</u>
Expenditure		
Expenditure	-	-
Expenditure for the year ended 30 September	<u>-</u>	<u>0</u>
Surplus for the year	<u>-</u>	<u>49,673</u>
Transfers from General Fund	36,717	29,585
Property fund as at 1 October	<u>815,015</u>	<u>735,757</u>
Property fund as at 30 September	<u><u>851,732</u></u>	<u><u>815,015</u></u>
Fabric Fund		
Income	2016 £	2015 £
Income	-	-
Income for the year ended 30 September	<u>-</u>	<u>-</u>
Expenditure		
Repair and maintenance	10,057	3,248
Expenditure for year ended 30 September	<u>10,057</u>	<u>3,248</u>
Deficit for the year	<u>(10,057)</u>	<u>(3,248)</u>
Transfer from General Fund	2,925	17,901
Fabric Fund as 1 October	<u>67,267</u>	<u>52,614</u>
Fabric Fund as at 30 September	<u><u>60,135</u></u>	<u><u>67,267</u></u>

The notes on pages 20 to 26 form part of these financial statements.

Project 21 Fund



Income	2016	2015
	£	£
Donations - Gifts (net)	28,070	2,985
Donations - Covenants (net)	28,639	28,659
Income tax recovered and recoverable	5,427	7,164
Interest received	56	221
Fundraising activities	-	-
Income for the year ended 30 September	<u>62,192</u>	<u>39,029</u>
 Expenditure		
Building costs	-	-
Professional fees	-	-
Relocation	-	-
Audit	850	400
Other	-	-1
Organ refurbishment	-	-
Expenditure for the year ended 30 September	<u>850</u>	<u>399</u>
Surplus for the year before transfer	<u>61,342</u>	<u>38,630</u>
Transfer from General Fund	20,492	23,360
Surplus for the year after transfers	<u>81,834</u>	<u>61,990</u>
Project 21 fund as at 1 October	<u>(256,818)</u>	<u>(318,808)</u>
Project 21 fund as at 30 September	<u><u>(174,984)</u></u>	<u><u>(256,818)</u></u>

The notes on pages 20 to 26 form part of these financial statements.

St Paul's and St George's Church
Income and expenditure account for the year ended 30 September 2016

Global Focus Fund



Income	Note	2016 £	2015 £
Gift Day		-	8,410
Other Donations (net)		-	1,844
Income tax recovered and recoverable		-	1,115
Income for the year ended 30 September		<u>-</u>	<u>11,369</u>
Expenditure			
Mission distributions	7	8,466	47,066
Expenditure for the year ended 30 September		<u>8,466</u>	<u>47,066</u>
Deficit for the year		<u>(8,466)</u>	<u>(35,697)</u>
Global Focus fund as at 1 October		<u>25,602</u>	<u>61,299</u>
Global Focus fund as at 30 September		<u><u>17,136</u></u>	<u><u>25,602</u></u>

Micah Fund

Income		2016 £	2015 £
Gift Day		-	-
Income for the year ended 30 September		<u>-</u>	<u>-</u>
Expenditure			
Mission distributions	6	33,800	-
Expenditure for the year ended 30 September		<u>33,800</u>	<u>-</u>
Deficit for the year		<u>(33,800)</u>	<u>-</u>
Micah fund as at 1 October		<u>52,000</u>	<u>-</u>
Micah fund as at 30 September		<u><u>18,200</u></u>	<u><u>-</u></u>

The notes on pages 20 to 26 form part of these financial statements.

Social Needs Fund



Income	2016 £	2015 £
Donations (net)	520	2,862
Income tax recovered	-	30
Income for the year ended 30 September	<u>520</u>	<u>2,892</u>
 Expenditure		
Soul Food	-	9,414
Social needs' grants and loans	661	329
Expenditure for the year ended 30 September	<u>661</u>	<u>9,743</u>
Deficit for the year	<u>(141)</u>	<u>(6,851)</u>
Transfer from General Fund	-	-
Social needs' fund as at 1 October	<u>4,423</u>	<u>11,274</u>
Social needs' fund as at 30 September	<u><u>4,282</u></u>	<u><u>4,423</u></u>

Church Plant Fund

Income	2016 £	2015 £
Income for year ended 30 September	-	-
 Expenditure		
Expenditure for year ended 30 September	<u>10,000</u>	<u>15,000</u>
Deficit for year	<u>(10,000)</u>	<u>(15,000)</u>
Transfer from General Fund	-	10,000
Church plant fund as at 1 October	<u>15,000</u>	<u>20,000</u>
Church Plant Fund as at 30 September	<u><u>5,000</u></u>	<u><u>15,000</u></u>

The notes on pages 20 to 26 form part of these financial statements.

St Paul's and St George's Church
Consolidated Balance Sheet as at 30 September 2016

	Note	£	2016 £	£	2015 £
Fixed assets					
Tangible assets	8		1,750,234		1,742,029
Current assets					
Debtors	9		5,264		18,753
Cash at bank and in hand			<u>236,684</u>		<u>395,702</u>
			<u>241,948</u>		<u>414,455</u>
Current liabilities					
Creditors: amounts falling due within one year	10		123,312		172,900
Net current assets			<u>118,636</u>		<u>241,555</u>
Total assets less current liabilities			1,868,870		1,983,584
Creditors: amounts falling due after more than one year	11		967,369		1,141,095
Net Assets			<u>901,501</u>		<u>842,489</u>
Funds of the charity					
General Fund			120,000		120,000
Property Fund			851,732		815,015
Fabric Fund			60,135		67,267
Global Focus Fund			17,136		25,602
Project 21 Fund			(174,984)		(256,818)
Social Needs' Fund			4,282		4,423
Church Plant Fund			5,000		15,000
Micah Fund			<u>18,200</u>		<u>52,000</u>
Total funds			<u>901,501</u>		<u>842,489</u>

The notes on pages 20 to 26 form part of these financial statements.

These draft financial statements were approved by Vestry on _____ 2017

David Richards
Chair of Vestry

DR
24/4/17

St Paul's and St George's Church
Trust Balance Sheet as at 30 September 2016

	Note	£	2016 £	£	2015 £
Fixed assets					
Tangible assets	8		1,750,234		1,742,029
Current assets					
Debtors	9	191,322		341,065	
Cash at bank and in hand		<u>224,760</u>		<u>329,758</u>	
			<u>416,082</u>		<u>670,823</u>
Current liabilities					
Creditors: amounts falling due within one year	10	122,462		172,450	
Net current assets			<u>293,620</u>		<u>498,373</u>
Total assets less current liabilities			2,043,854		2,240,402
Creditors: amounts falling due after more than one year	11		967,369		1,141,095
Net Assets			<u>1,076,485</u>		<u>1,099,307</u>
Funds of the charity					
General Fund			120,000		120,000
Property Fund			851,732		815,015
Fabric Fund			60,135		67,267
Global Focus Fund			17,136		25,602
Social Needs' Fund			4,282		4,423
Church Plant Fund			5,000		15,000
Micah Fund			<u>18,200</u>		<u>52,000</u>
Total funds			<u>1,076,485</u>		<u>1,099,307</u>

The notes on pages 20 to 26 form part of these financial statements.

These draft financial statements were approved by Vestry on _____ 2017

David Richards
Chair of Vestry

DRich
24/4/17

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with Statement of Recommended Practice - Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities applicable in the UK and Republic of Ireland published on 16 July 2014, the Financial Reporting Standard for Smaller Entities (FRSSE), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

St Paul's and St George's Church meet the definition of a public benefit entity under Financial Reporting Standard. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Group accounts

The consolidated financial statements present the results of St Paul's and St George's Church and The Project 21 Trust ("the Group") as they formed a single charity. Intercompany transactions and balances between the group are therefore eliminated in full.

Going concern

The financial statements have been prepared on a going concern basis. The Vestry have assessed the charity's ability to continue as a going concern and based on the level of expected income and expenditure, have reasonable expectation that the charity 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.

Income

All incoming resources are included in the Statement of Financial Activities when the Church is entitled to the income, it is probable that the income will be received and the amount can be measured reliably.

Charitable Activities

Where donations are made in response to a specific appeal, the income is included in the Statement of Financial Activities of the appropriate restricted fund, when receivable.

Donations, Grants and Legacies

Donations, grants and legacies are recognised once the Church has entitlement, it is certain that the funds will be received and the monetary value can be measured with sufficient reliability

Tax reclaims on donations

Income from tax reclaims are included in the Statement of Financial Activities at the same time as the gift to which they relate.

Deferred Income

When donors specify that donations and grants are to be used in future accounting periods, the income is deferred until those periods.

Donated services and facilities

Income from donated services and facilities is included in incoming resources at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable.

Investment Income

Investment income, including all associated income tax recoveries, is recognised when receivable and the amount can be measured reliably by the Church. Dividends are recognised once the dividend has been declared and notification received of the amount due.

Expenditure

All expenditure is included in the Statement of Financial Activities on an accruals basis inclusive of VAT and is recognised where there is a legal or constructive obligation to pay for expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Charitable Activities

Expenditure on charitable activities comprise grants payable by the charity, governance and support costs and cost of other activities undertaken to further the purposes of the charity and their associated support costs.

Other Expenditure

Other expenditure represents those items not falling into any other heading.

Governance and Support costs

These are costs associated with meeting the constitutional and statutory requirements of the charity and include costs related to statutory audit and legal fees and costs linked to the strategic management of the charity.

Grants

Grants payable are payments made to third parties in furtherance of the charitable objects of the Church and reflect amounts paid and payable in the period. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the grant. Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Church.

Pension costs

Contributions are paid into the Scottish Episcopal Church Pension Fund in respect of the clergy. The scheme is a defined benefit scheme administered by the Scottish Episcopal Church. The contribution rate for the year under review was 34.9% to 31 December 2015 and 32.2% from 1 January 2016. The current rate is based on the Actuarial Valuation of the fund as at 31 December 2014 when the scheme was fully funded (103%). As this scheme is operated by the Scottish Episcopal Church, St Paul's and St George's is unable to identify its share of the liabilities of the scheme on a consistent and reasonable basis and therefore it has been accounted for as if it were a defined contribution scheme, recognising the contributions payable during the year.

Employees of the charity are entitled to join a defined contribution "money purchase" scheme. The charity makes a contribution of 6% of salary to this pension scheme and act as an agent in collecting and paying over employee pension contributions. The contributions made for the accounting period are treated as an expense.

Tangible fixed assets and depreciation

Tangible fixed assets are recorded at cost less accumulated depreciation. Depreciation is calculated to write off the cost of an asset, less estimated residual value, over the useful economic life of that asset. In addition to the fixed assets included in the balance sheet, the Church owns and continues to have the use of a number of other fixed assets.

Tangible fixed assets are depreciated on a straight line basis over their estimated useful lives as follows:

	Annual rate
Fixtures and Fittings	20%
Office equipment	20%
Donated / second hand equipment	100%

Heritable property is not depreciated because it is considered to have a remaining useful life of more than 50 years and because it is considered that the residual value will be at least equal to book value.

Fund accounting

Funds held by the church are either:

Unrestricted funds - these are funds that can be used for any purpose within the objects of the charity. Vestry may set aside some of these unrestricted general funds for specific purposes. These *Designated Funds*, currently the Property, Fabric Funds and Church Plant, may be undesignated by Vestry.

Restricted funds - these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when funds are raised for particular restricted purposes. The restricted Funds are currently Global Focus, Project 21 and Social Needs. From 1 October 2015 The Micah Fund Has been established as a new restricted fund and the Global Focus fund will be closed.

2 Legal status of the church

The church is an unincorporated charitable trust.

3 Staff costs and vestry remuneration

	2016	2015
	£	£
Wages and salaries	359,811	334,430
Social security costs	28,939	25,037
Pension costs	39,624	38,715
	<u>428,374</u>	<u>407,900</u>
Less: subsidy from Diocese for curate	(16,685)	(16,434)
	<u>411,689</u>	<u>391,466</u>

The average number of paid staff during the year was 14.5 (2015 - 14).

No employee earned more than £60,000 per annum (the level above which more detailed information is required) - all emoluments are considerably less than this level.

The Vestry remuneration included in the above figure is £73,748 and relates only to the Key Management Personnel. In addition the clergy are provided with rent free accommodation.

Travel and other necessary expenses totalling £8,071 were reimbursed to the three staff members on Vestry for their work in carrying out the Church's ministry.

Pensions

Contributions are paid into the Scottish Episcopal Church Pension Fund in respect of the clergy. The scheme is a defined benefit scheme administered by the Scottish Episcopal Church. The contribution rate for the year under review was 34.9% to 31 December 2015 and 32.2% from 1 January 2016. The current rate is based on the Actuarial Valuation of the fund as at 31 December 2014 when the scheme was fully funded (103%).

As this scheme is operated by the Scottish Episcopal Church, St Paul's and St George's is unable to identify its share of the liabilities of the scheme on a consistent and reasonable basis and therefore it has been accounted for as if it were a defined contribution scheme, recognising the contributions payable during the year.

For non-clergy staff, we have established from 1st July 2013 a new pension scheme to which the Church has increased its contribution from 5% to 6% in the year. Its introduction anticipates the requirement to enrol all staff in a workplace pension scheme that meets new legal standards for auto enrolment. All permanent and casual staff are paid at the living wage or above.

4 Governance Costs	2016 £	2015 £
Audit fees	<u>6,000</u>	<u>2,300</u>
5 Property running costs	2016 £	2015 £
Insurance	13,233	13,202
CT / Water	17,276	12,728
Heat & Light	44,250	46,734
Telephone	1,290	1,467
Mortgage int	29,427	23,165
Cleaning	19,680	16,345
Rent	15,769	18,270
Other	27,488	28,834
Total	<u>168,413</u>	<u>160,745</u>
Church running costs	88,086	85,730
Houses' running costs	61,971	56,809
Flats' running costs	18,356	18,205
	<u>168,413</u>	<u>160,745</u>
6 Micah Fund	2016 £	2015 £
Bethany Christian Trust	5,000	-
Granton Community Gardeners	2,500	-
Home for Good	5,000	-
Clay Community Church	5,000	-
Fusion UK	5,000	-
Forge Scotland	5,000	-
Alpha International	5,000	-
Short term mission	1,300	-
	<u>33,800</u>	<u>-</u>

The Micah Fund was launched in October 2015 as a result of a vestry decision to end the 10 % Fund and move Global Focus giving to the General Fund. The fund launched with a £52,000 transfer from the General Fund representing funds remaining from the annual 10% allocation. The first Gift day to the Micah Fund will take place in March 2017.

7 Global Focus distributions	2016 £	2015 £
From the General Fund		
Phil and Ros Boydell	7,250	6,762
Helen & Alastair Kerr	7,250	6,761
Malcolm & Carrie Lyon	15,975	15,975
Julie Taylor	7,250	6,640
Mike and Helen Parker	7,250	5,928
Grant & Miho Buchholtz	7,291	-
Rachel Mash	7,288	-
World Vision	5,000	5,000
Tearfund	5,000	-
International Justice Mission	5,000	-
	<u>74,554</u>	<u>47,066</u>
From the Global Focus Fund		
Helen & Alastair Kerr	1,000	-
Hannah Wilkenson	7,250	-
Mission Partner Visit	216	-
	<u>8,466</u>	<u>-</u>
Total Global Focus Distributions	<u>83,020</u>	<u>47,066</u>

From 1 October 2015 most payments to Mission Partners and Partner Organisations have been made from the General Fund. There is no further income to the Global Focus Fund. The balance of £17,136 the Global Focus Fund will be reduced through support of one Mission Partner and one off exceptional payments to Mission Partners.

8 Tangible fixed assets

Group and Trust	Heritable property £	Fixtures & fittings £	Equipment £	Total £
Cost or valuation				
At 1 October 2015	1,733,869	62,154	35,360	1,831,383
Additions	-	-	14,682	14,682
Disposals	-	-	-	-
At 30 September 2016	<u>1,733,869</u>	<u>62,154</u>	<u>50,042</u>	<u>1,846,065</u>
Depreciation				
At 1 October 2015	-	62,154	27,200	89,354
Charge for period	-	-	6,477	6,477
Disposals	-	-	-	-
At 30 September 2016	<u>-</u>	<u>62,154</u>	<u>33,677</u>	<u>95,831</u>
Net book value				
At 30 September 2015	<u>1,733,869</u>	<u>-</u>	<u>8,160</u>	<u>1,742,029</u>
At 30 September 2016	<u>1,733,869</u>	<u>-</u>	<u>16,365</u>	<u>1,750,234</u>

9 Debtors

	Trust		Group	
	2016 £	2015 £	2016 £	2015 £
Debtors: amounts falling due after more than one year				
Amount due from related parties	186,062	324,086	-	-
	<u>186,062</u>	<u>324,086</u>	<u>-</u>	<u>-</u>
Debtors: amounts falling due within one year				
Income tax recoverable	297	12,597	301	14,371
Other debtors & prepayments	4,963	4,382	4,963	4,382
	<u>5,260</u>	<u>16,979</u>	<u>5,264</u>	<u>18,753</u>
	<u>191,322</u>	<u>341,065</u>	<u>5,264</u>	<u>18,753</u>

10 Creditors: amounts falling due within one year

	Trust		Group	
	2016 £	2015 £	2016 £	2015 £
Loan (note 11 & 12)	60,335	58,818	60,335	58,818
Accounts Payable	20,673	28,632	20,673	28,632
Accruals and deferred income	41,454	85,000	42,304	85,450
	<u>122,462</u>	<u>172,450</u>	<u>123,312</u>	<u>172,900</u>

11 Creditors: amounts falling due after more than one year

	Trust		Group	
	2016 £	2015 £	2016 £	2015 £
Mortgage loans (note 12)	789,287	827,035	789,287	827,035
Bank loans (note 13)	178,082	314,060	178,082	314,060
	<u>967,369</u>	<u>1,141,095</u>	<u>967,369</u>	<u>1,141,095</u>

12 Mortgage loans

	Trust		Group	
	2016 £	2015 £	2016 £	2015 £
A	71,952	78,907	71,952	78,907
B	90,759	97,077	90,759	97,077
C	190,907	202,672	190,907	202,672
D	-	-	-	-
E	473,321	485,000	473,321	485,000
	<u>826,939</u>	<u>863,656</u>	<u>826,939</u>	<u>863,656</u>
Due within 1 year	<u>37,652</u>	<u>36,621</u>	<u>37,652</u>	<u>36,621</u>
Due after 1 year	<u>789,287</u>	<u>827,035</u>	<u>789,287</u>	<u>827,035</u>

Mortgages A, B, C, D and E relate to the following properties: 40 York Place, 53 Balgreen Road, 12 Broughton Street, 24 Easter Steil and 34 Bonaly Wester.

13 Bank Loan (for Church redevelopment)

	Trust		Group	
	2016 £	2015 £	2016 £	2015 £
	200,765	336,257	200,765	336,257
Due within 1 year	22,683	22,197	22,683	22,197
Due after 1 year	178,082	314,060	178,082	314,060

The borrowings in Notes 11 and 12 are all from the Bank of Scotland and are secured over all the properties owned by the Church. As a condition of the £520,000 borrowed in June 2012 to purchase 24 Easter Steil, the Bank has required the Church to enter into a 5 year fixed rate interest swap on £520,000 of the total borrowings from them. It was prudent for the Church to enter into such a transaction as protection against future rises in base rate

14 Other activities

During the year, a range of self-financing activities, such as weekends away, were undertaken within the overall context of church activity. The financial results of these activities are not included in these financial statements.

15 Related party transactions

St Paul's and St George's Church is a member of the Scottish Episcopal Church, in full communion with the Anglican Church. The superior authority is the Bishop of Edinburgh.

Apart from a moral obligation to pay Quota to the Diocese of Edinburgh, there are no material transactions with any connected or associated body.

16 Property Fund

Summary of Movements

	£	2016 £	£	2015 £
Fixed Assets -				
East Fettes Avenue		95,381		95,381
Balgreen Road		-		-
10 Broughton Street		80,627		80,627
12 Broughton Street		304,736		304,736
York Place Flat		248,657		248,657
Easter Steil		540,538		540,538
34 Bonaly Wester		463,930		463,930
		<u>1,733,869</u>		<u>1,733,869</u>
Cash at bank		(55,198)		(55,198)
Mortgages				
Balance as at 1 October	(863,655)		(895,478)	
New mortgage for Bonaly Wester	-		(485,000)	
	<u>(863,655)</u>		<u>(1,380,478)</u>	
Amounts repaid in the year	36,717		29,585	
Repayment of Easter Steil mortgage	-		487,238	
Balance at 30 September		<u>(826,938)</u>		<u>(863,655)</u>
Net Assets		<u>851,733</u>		<u>815,016</u>
Represented by:				
Transfers from General Fund - mortgage payments		36,717		29,585
- capital additions		-		-
Gain on sale of 53 Balgreen Road		-		49,673
Property fund as at 1 October		<u>815,016</u>		<u>735,758</u>
Property fund as at 30 September		<u>851,733</u>		<u>815,016</u>

The Property Fund represents amounts transferred from the General Fund to cover the purchase of properties. It shows that the Church has significant resources, which have been used to acquire and hold property for use in the Church's activities. Standard securities have been granted to the Bank of Scotland over all the above properties.

17 Analysis of Balance Sheet between funds

Group	General Fund £	Property Fund £	Fabric Fund £	Church Plant £	Global Focus £	Micah Fund £	Project 21 Fund £	Social Needs Fund £	Match Inter-Fund £	Total £
Fixed Assets										
Tangible Fixed Assets	16,363	1,733,871	-	-	-	-	-	-	-	1,750,234
Current Assets										
Debtors	5,253	-	-	-	7	-	4	-	-	5,264
Inter fund loan	186,062	-	-	-	-	-	-	-	(186,062)	-
Cash	175,205	(55,198)	60,135	5,000	17,136	18,200	11,924	4,282	-	236,684
	366,520	(55,198)	60,135	5,000	17,143	18,200	11,928	4,282	(186,062)	241,948
Creditors - due within 1 year										
Inter fund loan	-	-	-	-	-	-	(186,062)	-	186,062	-
Mortgage Loans	-	(37,652)	-	-	-	-	-	-	-	(37,652)
Bank Loan	(22,683)	-	-	-	-	-	-	-	-	(22,683)
Accounts payable	(20,673)	-	-	-	-	-	-	-	-	(20,673)
Accrued Expenses	(42,304)	-	-	-	-	-	-	-	-	(42,304)
	(85,660)	(37,652)	-	-	-	-	(186,062)	-	186,062	(123,312)
Net current assets/(liabilities)	280,860	(92,850)	60,135	5,000	17,143	18,200	(174,134)	4,282	-	118,636
Total assets less current liabilities	297,223	1,641,021	60,135	5,000	17,143	18,200	(174,134)	4,282	-	1,868,870
Creditors - due after more than 1 year										
Mortgage Loans	-	(789,287)	-	-	-	-	-	-	-	(789,287)
Bank Loan	(178,082)	-	-	-	-	-	-	-	-	(178,082)
	(178,082)	(789,287)	-	-	-	-	-	-	-	(967,369)
Net Assets	119,141	851,734	60,135	5,000	17,143	18,200	(174,134)	4,282	-	901,501
Summary of Fund Movements										
Balance as at 1 October	120,000	815,015	67,267	15,000	25,602	52,000	(256,818)	4,423	-	842,489
Surplus / (deficit) for the year	-	36,717	(7,132)	(10,000)	(8,466)	(33,800)	81,834	(141)	-	59,012
Balance as at 30 September	120,000	851,732	60,135	5,000	17,136	18,200	(174,984)	4,282	-	901,501

17 Analysis of Balance Sheet between funds (continued)

Trust	General Fund £	Property Fund £	Fabric Fund £	Church Plant £	Global Focus £	Micah Social Needs Fund £	Total £
Fixed Assets							
Tangible Fixed Assets	16,363	1,733,871	-	-	-	-	1,750,234
Current Assets							
Debtors	5,253	-	-	-	7	-	5,260
Inter fund loan	186,062	-	-	-	-	-	186,062
Cash	175,205	(55,198)	60,135	5,000	17,136	4,282	224,760
	366,520	(55,198)	60,135	5,000	17,143	4,282	416,082
Creditors - due within 1 year							
Mortgage Loans	-	(37,652)	-	-	-	-	(37,652)
Bank Loan	(22,683)	-	-	-	-	-	(22,683)
Accounts payable	(20,673)	-	-	-	-	-	(20,673)
Accrued Expenses	(41,454)	-	-	-	-	-	(41,454)
	(84,810)	(37,652)	-	-	-	-	(122,462)
Net current assets/(liabilities)	281,710	(92,850)	60,135	5,000	17,143	4,282	293,620
Total assets less current liabilities	298,073	1,641,021	60,135	5,000	17,143	4,282	2,043,854
Creditors - due after more than 1 year							
Mortgage Loans	-	(789,287)	-	-	-	-	(789,287)
Bank Loan	(178,082)	-	-	-	-	-	(178,082)
	(178,082)	(789,287)	-	-	-	-	(967,369)
Net Assets	119,991	851,734	60,135	5,000	17,143	4,282	1,076,485
Summary of Fund Movements							
Balance as at 1 October	120,000	815,015	67,267	15,000	25,602	4,423	1,099,307
Surplus / (deficit) for the year	-	36,717	(7,132)	(10,000)	(8,466)	(141)	(22,822)
Balance as at 30 September	120,000	851,732	60,135	5,000	17,136	4,282	1,076,485

