

Christ the King RC Parish, Howwood

Financial Statements

Year Ended 31 December 2014

**Accountant's Report to the Trustees of
Christ the King RC Parish, Howwood**

We have prepared the accounts of Christ the King RC Parish for the year ended 31 December 2014 in accordance with the accounting records and information supplied to us.

These accounts form part of the audited financial statements of the Diocese of Paisley, Scottish Charity SC013514.

----- Date

Jacqueline Brett, BA, CA, CTA
For and on behalf of Bretts Accountancy Ltd

The Byre House
Formakin Estate
Houston Road
Bishopton
PA7 5NX

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The Byre House
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Houston Road
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PA7 5NX

Client Approval Certificate
Christ the King RC Parish, Howwood
Year Ended 31 December 2014

We approve the financial statements and confirm that we have made available all relevant records and information for their preparation.

----- Parish Priest

----- Diocesan Treasurer

----- Date

Christ the King RC Parish, Howwood
Notes forming part of the financial statements
Year Ended 31 December 2014

Accounting Policies

The principal accounting policies are:

i. Basis of preparation

The financial statements have been prepared under the historical cost convention, with the exception of some heritable property which are included at market value. The financial statements have been prepared in accordance with SORP 2005, applicable UK Accounting Standards, except for FRS 15 'Tangible Fixed Assets', and the Charity Accounts (Scotland) Regulations 2006 (as amended). The principal accounting policies adopted in the financial statements are set out below.

The abolition of certain exemptions available to the Diocese of Paisley as a designated religious body under the Law Reform (Miscellaneous Provisions) (Scotland) Act 1990 as a result of the implementation of the Charities and Trustee Investment (Scotland) Act 2005, requires the full application of the requirement of FRS 15.

Under FRS 15 the charity would be required to capitalise on its Balance Sheet all tangible fixed assets. The Trustees have considered the position carefully and have decided that, for reasons given in the relevant accounting policy, that the application of FRS 15 to the charity's church buildings and adjoining properties is not relevant to these assets. The charity has therefore excluded these properties from the Balance Sheet.

The accounting policies made under these new requirements are set out below together with an indication of their adoption.

Going Concern

The Trustees consider that the charity has adequate resources to continue in operational existence for the foreseeable future and for this reason they continue to prepare financial statements on the going concern basis.

Parishes

Under the Charities and Trustee Investment (Scotland) Act 2005, the Diocese of Paisley is a Designated Religious Charity. Its parishes are established and operate under the Church's Code of Canon Law which confers on them separate canonical status. Parishes are now accounted for within the financial statements of the Diocese and the individual parish accounts form part of the overall financial statements of the Diocese of Paisley, Scottish Charity SC013514.

ii. Incoming resources

All incoming resources are included when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. For legacies and grants, entitlement is the earlier of notification and receipt of funds.

iii. Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis and allocated to the appropriate heading in the accounts. Liabilities are recognised as resources expended as soon as there is a legal and constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

The costs of generating funds include the costs incurred in generating voluntary income and fundraising trading costs. These costs are regarded as necessary to generate funds that are needed to finance charitable activities.

Charitable activities expenditure enables the parish to meet its aims and objectives.

Governance costs are the costs associated with the governance arrangements which relate to the general running of the parish and relate to the statutory constitutional and strategic planning costs of the charity.

Support costs are those costs that enable fund generating and charitable activities to be undertaken. The Trustees consider that there is only one charitable activity and therefore it is not necessary to apportion these support costs into separate charitable activities.

Christ the King RC Parish, Howwood
Notes forming part of the financial statements
Year Ended 31 December 2014

Accounting Policies (continued)

iv. Tangible fixed assets

a) In accordance with the Statement of Recommended Practice, all non-adjointed properties excluding the churches, owned in civil law by the Diocese of Paisley, were valued on an existing use basis by an independent professional firm. An interim valuation was carried out on 31st December 2011 and an external revaluation was carried out on 31st December 2014. This is deemed to be a reasonable estimate of the asset's current value to the Diocese as at 31st December 2014. Thereafter an interim review will be carried out after three years. Any major property improvement costs relating to properties not attached to churches in the interim will be capitalised.

b) In relation to parish churches and their contents no value has been included for these in the 2014 financial statements. In order to comply with FRS 15 the Trustees attempted to obtain the historical costs of all churches and adjoining properties. It was found that to complete this exercise would involve significant costs outweighing the additional benefit derived by users of the accounts in assessing their stewardship of the assets. The Trustees also believe that the current estimated recoverable value in use of these assets is £nil. This has meant that these assets have been excluded from the balance sheet.

c) All other fixed asset costs in excess of £2,500 have been capitalised with the exception of improvements to churches and adjoining properties. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Buildings - 2% straight line
Furniture and fittings - 20 % reducing balance
Office Equipment - 20 % reducing balance
Computer Equipment - 33.3 % straight line
Motor Vehicles - 25% reducing balance

v. Investments

Investments are included at market value. Investments typically comprise monies deposited with the Diocese of Paisley, upon which interest is received.

vi. Fund Accounting

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

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

Expenditure that meets the criteria laid down for restricted or designated funds is transferred to that particular fund from the Statement of Financial Activities. Where income is received from investments purchased with money from one of those funds, that income may be credited to that fund or to the general account according to the provisions of the fund.

Christ the King RC Parish, Howwood
Statement of Financial Activities
Year Ended 31 December 2014

	Note	Unrestricted Funds 2014 £	Restricted Funds 2014 £	Total 2014 £	Total 2013 £
<u>Incoming Resources</u>					
Incoming resources from generated funds					
Voluntary income	1	26,573	2,745	29,318	31,234
Activities for generating funds	2	850	-	850	1,108
Investment income	3	310	-	310	310
Incoming resources from charitable activities	4	854	-	854	1,221
Other incoming resources	5	-	-	-	-
<u>Total Incoming Resources</u>		<u>28,587</u>	<u>2,745</u>	<u>31,332</u>	<u>33,873</u>
<u>Resources Expended</u>					
Costs of generating funds					
Costs of generating voluntary income	6	265	-	265	265
Costs of fundraising	6	34	-	34	-
Investment management costs	6	-	-	-	-
Charitable Activities	7	35,034	2,745	37,779	43,074
Governance Costs	8	-	-	-	-
Other Resources Expended	9	-	-	-	-
<u>Total Resources Expended</u>		<u>35,333</u>	<u>2,745</u>	<u>38,078</u>	<u>43,339</u>
<u>Net incoming/outgoing resources before transfers</u>		(6,746)	-	(6,746)	(9,466)
Transfers between funds	19	-	-	-	-
Net incoming resources before other recognised gains and losses		(6,746)	-	(6,746)	(9,466)
Other recognised gains/losses					
Gains/Losses on revaluation of fixed assets	12	(15,826)	-	(15,826)	-
Gains/Losses on investment assets		-	-	-	-
		<u>(15,826)</u>	<u>-</u>	<u>(15,826)</u>	<u>-</u>
<u>Net movement in funds</u>		(22,572)	-	(22,572)	(9,466)
Reconciliation of Funds					
Total funds brought forward	19	259,596	-	259,596	269,062
<u>Total funds carried forward</u>		<u>237,024</u>	<u>-</u>	<u>237,024</u>	<u>259,596</u>

Christ the King RC Parish, Howwood
Balance Sheet
Year Ended 31 December 2014

		2014		2013	
	<u>Note</u>	£	£	£	£
Fixed Assets					
Tangible Fixed assets	12		330,587		353,918
Current Assets					
Diocesan Loans	14	-	-	-	-
Debtors	15	4,002		6,455	
Deposits with Diocese	13	-		-	
Bank and cash		18,337		16,564	
		<u>22,339</u>		<u>23,019</u>	
Creditors					
Falling due within one year	16	<u>2,104</u>		<u>1,572</u>	
Net Current Assets			<u>20,235</u>		<u>21,447</u>
Total assets less current liabilities			350,822		375,365
Creditors					
Falling due after more than one year	17		113,798		115,769
Net Assets			<u><u>237,024</u></u>		<u><u>259,596</u></u>
Unrestricted Funds	19				
General funds		(93,563)		(94,322)	
Designated funds		<u>330,587</u>		<u>353,918</u>	
			237,024		259,596
Restricted Funds	19		-		-
Total Funds			<u><u>237,024</u></u>		<u><u>259,596</u></u>

Christ the King RC Parish, Howwood
Notes forming part of the financial statements
Year Ended 31 December 2014

	Unrestricted Funds 2014 £	Restricted Funds 2014 £	Total 2014 £	Total 2013 £
1 Voluntary income				
Offerings	21,914		21,914	21,751
Second Collections	2,706		2,706	2,289
Tax recovered on Gift Aid	1,344		1,344	2,139
Votives	423		423	399
Collection boxes (St Anthony's)	171		171	143
Donations	-		-	-
Legacies	-		-	-
Other income	15		15	6
Lottery Fund Award	-		-	-
Grants	-		-	-
Grant Assistance from Diocese	-		-	-
Hospital Chaplaincy	-		-	-
Anniversary Fund	-		-	-
Hall Fund		-	-	-
Lourdes & Pilgrimages		-	-	-
Diocesan Special Collections (Note 20)		1,517	1,517	1,497
Parochial Special Collections (Note 21)		1,228	1,228	3,010
	26,573	2,745	29,318	31,234
2 Activities for Generating Funds				
Fundraising	-		-	304
Hall Lets	850		850	804
Other	-		-	-
	850	-	850	1,108
3 Investment income				
Interest from Diocese	-		-	-
Bank interest	10		10	10
Rental of Hall	300		300	300
	310	-	310	310
4 Incoming Resources from Charitable Activities				
Stall & Newspapers	854		854	1,221
	854	-	854	1,221
5 Other Incoming Resources				
Insurance claims	-		-	-
Gain on disposal of fixed assets	-		-	-
	-	-	-	-

Christ the King RC Parish, Howwood
Notes forming part of the financial statements
Year Ended 31 December 2014

	Unrestricted Funds 2014 £	Restricted Funds 2014 £	Total 2014 £	Total 2013 £
6 Costs of generating funds				
Costs of generating voluntary income				
Offering envelopes	265		265	265
Gift Aid Commission paid to Diocese	-		-	-
	<u>265</u>	<u>-</u>	<u>265</u>	<u>265</u>
Costs of fundraising				
Fundraising costs/social	34		34	-
	<u>34</u>	<u>-</u>	<u>34</u>	<u>-</u>
Costs of managing investments				
Management fees	-		-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Christ the King RC Parish, Howwood
Notes forming part of the financial statements
Year Ended 31 December 2014

	Unrestricted	Restricted		
	Funds	Funds	Total	Total
	2014	2014	2014	2013
	£	£	£	£
7 Charitable Activities				
Grants & donations				
Donations	-		-	-
Diocesan Special Collections (Note 20)		1,517	1,517	1,497
Parochial Special Collections (Note 21)		1,228	1,228	3,010
	<u>-</u>	<u>2,745</u>	<u>2,745</u>	<u>4,507</u>
Support Costs				
Clergy allowances	4,850		4,850	4,780
Salaries & NI -: Staff (note 10)	5,602		5,602	5,552
Housekeeping	2,430		2,430	2,705
Repairs	1,193		1,193	1,890
Furnishings	-		-	-
Vestments	-		-	-
Divine Service	369		369	246
Telephone	-		-	-
Grounds maintenance	121		121	130
Travel Expenses	-		-	-
Council Tax & Non-Domestic Rates	2,386		2,386	2,434
Insurance	2,765		2,765	2,827
Heat & Light	1,134		1,134	2,898
Printing & Stationery	6		6	68
Bank & Other Charges	-		-	-
Accountancy	1,338		1,338	1,152
Diocesan Levy	2,685		2,685	2,952
Interest paid to Diocese	1,725		1,725	1,665
Miscellaneous	-		-	-
Training, Retreats etc	-		-	-
Supply Fees (Chaplaincy, etc)	-		-	120
Depreciation	7,505		7,505	7,542
Computer Hardware & Software	-		-	674
Lottery Fund expenses		-	-	-
Hall Fund		-	-	-
Legal & Surveyor fees	-		-	-
Letting & Advertising Fees	-		-	-
Sisters Fees	-		-	-
Youth Office	-		-	-
Stall & Newspapers	925		925	932
Loss on disposal of fixed assets	-		-	-
Presentations/Gifts	-		-	-
Lourdes & Pilgrimages		-	-	-
Bad debts written off	-		-	-
Hospitality	-		-	-
Permanent Deacons	-		-	-
Hire of equipment	-		-	-
	<u>35,034</u>	<u>-</u>	<u>35,034</u>	<u>38,567</u>
	<u>35,034</u>	<u>2,745</u>	<u>37,779</u>	<u>43,074</u>

The trustees consider that there is only one charitable activity and therefore it is not necessary to apportion support costs into separate charitable activities.

Christ the King RC Parish, Howwood
Notes forming part of the financial statements
Year Ended 31 December 2014

	Unrestricted Funds 2014 £	Restricted Funds 2014 £	Total 2014 £	Total 2013 £
8 Governance Costs				
Independent Examiner's Fee	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
9 Other Resources Expended				
Other	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

	2014 £	2013 £
10 Staff costs and numbers		
Salaries and wages	5,302	5,252
Social security costs	-	-
Pension contributions	300	300
Total	<u>5,602</u>	<u>5,552</u>

The average number of employees during the year was as follows:

	2014	2013
Administration		
Premises maintenance	<u>1</u>	<u>1</u>
	<u>1</u>	<u>1</u>

11 Trustee Remuneration and Related Party Transactions

2014
£

2013
£

The following sums were payable to the Diocese of Paisley:

Gift Aid Commission	-	-
Diocesan Levy	<u>2,685</u>	<u>2,952</u>
Interest paid to Diocese	<u>1,725</u>	<u>1,665</u>
Contribution to Diocese for salaries	-	-
Contribution to Diocese for training	-	-
Contribution to Diocese for youth office	-	-

The following sums were receivable from the Diocese of Paisley:

Interest received from Diocese	-	-
Donations from Diocese	-	-

The following sums were payable to other Parishes:
xxx Parish

-	-
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The following sums were receivable from other Parishes:
xxx Parish

-	-
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Trustees remuneration or reimbursement of expenses

-	-
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Christ the King RC Parish, Howwood
Notes forming part of the financial statements
Year Ended 31 December 2014

12 Tangible Fixed Assets

	Land & buildings	Fixtures & Fittings	Office Equipment	Computer Hardware	Motor & Machinery	Total
Cost or valuation	£	£	£	£	£	£
As at 1 January 2014	367,900	3,500	-	-	-	371,400
Revaluation	(37,900)	-	-	-	-	(37,900)
Additions	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
As at 31 December 2014	<u>330,000</u>	<u>3,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>333,500</u>
Accumulated Depreciation						
As at 1 January 2014	14,716	2,766	-	-	-	17,482
Revaluation	(22,074)	-	-	-	-	(22,074)
Charge for year	7,358	147	-	-	-	7,505
Eliminated on Disposals	-	-	-	-	-	-
As at 31 December 2014	<u>-</u>	<u>2,913</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,913</u>
Net Book Value						
As at 31 December 2014	<u>330,000</u>	<u>587</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>330,587</u>
As at 1 January 2014	<u>353,184</u>	<u>734</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>353,918</u>

The non adjoined land and buildings (except the church) were valued by McVicar, Chartered Surveyors on 19 January 2009 and revalued at 31 December 2014 on an open market basis.

If heritable property had not been revalued it would have been included on the historical cost basis at the following amounts:

	Land & Buildings £
HISTORICAL COST	
As at 1 January 2014	-
Additions	-
Disposals	-
As at 31 December 2014	<u>-</u>
DEPRECIATION	
As at 1 January 2014	-
Charge for year	-
Released on disposals	-
As at 31 December 2014	<u>-</u>
NET BOOK VALUE	
As at 31 December 2014	<u>-</u>
As at 1 January 2014	<u>-</u>

Christ the King RC Parish, Howwood
Notes forming part of the financial statements
Year Ended 31 December 2014

13 Investment with Diocese

	2014	2013
	£	£
Deposits with Diocese as at 1st January 2014	-	-
Transfers to/-from Diocese	-	-
Interest received	-	-
Deposits with Diocese as at 31st December 2014	-	-

14 Diocesan Loans

	2014	2013
	£	£
Loan to the Fund as at 1st January 2014	-	-
Payments to/-from the Fund in the year	-	-
Interest received	-	-
Loan to the Fund as at 31st December 2014	-	-

15 Debtors

	2014	2013
	£	£
Prepayments	1,937	2,666
Gift Aid Tax Refund Due	2,065	3,789
Amounts owed from Diocese	-	-
Other	-	-
	4,002	6,455

16 Creditors

	2014	2013
	£	£
Accruals	2,104	1,320
Amounts owed to Diocese	-	252
Taxation	-	-
Other	-	-
	2,104	1,572

17 Diocesan Loans

	2014	2013
	£	£
Loan from the Fund as at 1st January 2014	115,769	112,083
Payments from/-to the Fund in the year	(3,696)	2,021
Interest paid	1,725	1,665
Loan from the Fund as at 31st December 2014	113,798	115,769

18 Analysis of Net Assets Among Funds

	General	Designated	Restricted	Total
	£	£	£	£
Fixed Assets		330,587		330,587
Investments				-
Current Assets	22,339			22,339
Current Liabilities	(2,104)			(2,104)
Long term liabilities	(113,798)			(113,798)
Net assets at 31 December 2014	(93,563)	330,587	-	237,024

Christ the King RC Parish, Howwood
Notes forming part of the financial statements
Year Ended 31 December 2014

19 Movements in Funds

	At 1 January 2014 £	Incoming Resources £	Total Gains/Losses £	Transfer between funds £	Outgoing Resources £	At 31 December 2014 £
Restricted funds						
Special Collections	-	2,745		-	2,745	-
Hall Fund	-	-		-	-	-
Lourdes & Pilgrimages	-	-		-	-	-
	<u>-</u>	<u>2,745</u>	<u>-</u>	<u>-</u>	<u>2,745</u>	<u>-</u>
Unrestricted funds						
Designated Funds (Plant & Property Fund)	734			(147)		587
Designated Funds (Revaluation Reserve)	353,184		(15,826)	(7,358)		330,000
General Funds	(94,322)	28,587		7,505	35,333	(93,563)
	<u>259,596</u>	<u>28,587</u>	<u>(15,826)</u>	<u>-</u>	<u>35,333</u>	<u>237,024</u>
Total funds	<u><u>259,596</u></u>	<u><u>31,332</u></u>	<u><u>(15,826)</u></u>	<u><u>-</u></u>	<u><u>38,078</u></u>	<u><u>237,024</u></u>

Purposes of Restricted Funds

Special collections were collected and subsequently passed on to the organisations listed below.

Parish contribution towards the cost of pilgrimages.

Purposes of Designated Funds

All the Parish's fixed assets have been allocated to a designated fund, as such assets are required to be held and used to continue the charitable services provided to the community by the Parish. The above transfer between funds is to align the net book value of fixed assets with its associated designated fund.

20 Diocesan Special Collections

	2014 £	2013 £
Communications	119	76
Ecclesiastical Students	114	139
Education	138	80
Holy Places	116	109
Justice & Peace	103	115
Papal & Episcopal Charities	145	79
Peter's Pence	105	84
Pro Life	134	231
Sick & Retired Clergy	543	584
	<u><u>1,517</u></u>	<u><u>1,497</u></u>

21 Parochial Special Collections

	2014 £	2013 £
Deanery Mission	-	553
Mission Sunday	291	299
SCIAF	433	665
St Margaret's Adoption Society	65	18
Sea Sunday	-	94
Papal Visit	-	-
Haiti Appeal	-	-
Pakistan Appeal	-	-
East Africa Appeal	-	-
SPUC	-	145
Syrian Appeal	-	559
Philippines Appeal	-	677
Medical Missionaries of Mary	439	-
	<u><u>1,228</u></u>	<u><u>3,010</u></u>

Christ the King RC Parish, Howwood
Notes forming part of the financial statements
Year Ended 31 December 2014

22 Capital Commitments

Amounts contracted for but not provided in the financial statements are as follows:

	2014	2013
	£	£
Approved and contracted	<u>-</u>	<u>-</u>

Grants available towards these costs but not yet provided for in the financial statements are as follows:

	2014	2013
	£	£
Grants	<u>-</u>	<u>-</u>

23 Significant events post year end

None