

*Scottish Charity No. SC015552*  
*Church of Scotland Congregation reference No. 010072*  
*United Reformed Church Congregation reference No 13A13*

## **Morningside United Church**

**Trustees' Report and Financial Statements**  
*Year ended 31 December 2022*

# Morningside United Church

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# Morningside United Church

## **Report of the Trustees** *for the year ended 31 December 2022*

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The trustees present their annual report and financial statements of the charity for the year ended 31 December 2022. The financial statements have been prepared in accordance with the accounting policies set out in pages 8 to 9 of the accounts and comply with the Church of Scotland General Assembly Regulations for Congregational Finance, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland effective from 1 January 2019.

### **Objectives and activities**

As an ecumenical congregation maintaining membership of the United Reformed Church and the Church of Scotland, Morningside United Church (MUC) bears witness to a heritage of interdenominational cooperation and development that has served the community at Holy Corner Edinburgh for over 40 years. MUC has a territorial responsibility for the parish allocated to it by the Presbytery of Edinburgh. It also works with other local churches in various ways to promote and encourage ecumenical dialogue and cooperation. The church is also very involved in outreach within the parish and with the promotion of Christian education and the care of its members and people who are socially isolated, affected by poverty and other issues. It continues to support ecumenical work with the Romanian Orthodox Community and Edinburgh Napier University Chaplaincy

### **Achievements and performance**

2022 has been a time of change for the MUC from the minister moving away to a new post and in dealing with the changes brought about by the Church of Scotland Presbytery plan. These changes make the normal vacancy process more complex.

Before his departure in October, the minister led Sunday worship weekly, continued to celebrate funerals for the parish and congregation as well as celebrating weddings and baptisms. In addition he provided other services including bible studies, prayer meetings, and the book group in furtherance of the congregation's stated aim of promoting religion and religious education. He also developed further the links with Edinburgh Napier University as part of the chaplaincy team. The interim moderator appointed by the United Reformed Church has continued this link.

In the vacancy period we have celebrated worship with a range of visiting ministers. We have benefited from the appointment of a pastoral assistant to help with care home services, visiting elderly and housebound members and conducting parish funerals as required.

We appointed a new organist in June who has developed the musical life of the congregation, including forming a choir and being a driving factor in arranging repair to the organ. The repairs were substantially complete to allow use for Christmas services.

We continue to develop ecumenically and have managed to support and integrate into our building the Romanian Orthodox community and to sustain our ecumenical links with the Episcopal Church with whom we have a longstanding historical relationship. We are also continuing our links the Eric Liddell community. The Holy Corner Christian Aid booksale hosted in our building was able to re-start after a two-year pandemic enforced gap.

The congregation has also provided for charities through several special collections, by hosting concert and community groups. We have assisted Ukrainian refugees by providing them with a space in our building for making camouflage nets for field hospitals. The vacant manse has been used to give accommodation for a small refugee family.

# Morningside United Church

## Report of the Trustees *for the year ended 31 December 2022*

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### Financial review

The financial statements for the year are set out on pages 6 to 13. The Statement of Financial Activities on page 6 reflects net decrease in funds of £57,448 (2021 net increase of £215,254). The increase in 2021 was from property revaluation.

Voluntary giving rose slightly compared to 2021 in numerical terms. However the church was closed for worship for 3 months in 2021. Hall rental income rose significantly in 2022 and reached a level higher than the last full pre-pandemic year of 2019. The flat, now in the 2<sup>nd</sup> year of use as refugee accommodation for the City of Edinburgh Council, managed by a housing association, generated rental at the same level as 2021. Investment income was similar to 2021. The final part of the Covid insurance claim was received.

The majority of standard expenditure items are at a similar level to 2021. The main differences are in property related expenditure. Use of a cleaning service company increased other building costs in 2022. Property repairs and maintenance were lower than 2021 where there was one off expenditure on replacement of the damaged hall floor. The budgeted organ repairs will in fact be paid in 2023. Overall, normal expenditure in 2022 fell by 16% compared to 2021.

Christian Aid income and donation increased on the 2021 amount as the annual Christian Aid week booksale was able to take place. Some of the sale money went directly to Christian Aid by use of an electronic payment system. Collections for third parties do not generally match the donations in note 13 as collections over the Christmas period are not paid out until the next year.

From p.6, there is an excess of unrestricted expenditure over income of £8,257. On p.12 the general fund balance is negative. A transfer from the designated legacy fund has been made in March 2023 to restore a positive balance.

### Investments and Performance

Investments are held in the Church of Scotland Investors Trust Growth and Income funds and a portfolio of 9 ethical funds managed by Save and Invest. A standard annual withdrawal of £10,000 from the Save and Invest Funds was made. A total of £35,000 was withdrawn from the Investors Trust Funds near the end of the year to meet the cost of the organ repairs to be invoiced at the start of 2023. All investments fell in value over the year from current market conditions.

### Risk Management

The Trustees assess the major risks to which the Charity is exposed on an ongoing basis and have established procedures to mitigate those that are identified as a result of these reviews. The trustees are aware of the need to reduce expenditure, encourage increased giving and seek improved returns from the assets held. Expenditure reductions have been made and the stewardship campaign will be re-commenced in 2023.

### Reserves Policy

The Charity held unrestricted funds amounting to £1,666,552, (2021: £1,721,591), of which approximately three quarters is represented by the value of properties, and restricted funds of £5,981 (2021: £8,030) at the year end. The Trustees aim to have reserves to cover three to six months expenditure.

The Trustees have reviewed the financial requirements of the Congregation and concluded that the unrestricted funds not committed or invested in fixed assets ("the free reserves") held by the congregation should be not less than £77,000. At that level, the Trustees believe that it would be able to meet and expenditure in respect of the properties owned by the Congregation.

# Morningside United Church

## Report of the Trustees *for the year ended 31 December 2022*

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### Structure Governance and Management

Morningside United Church is a registered Scottish charity. It is an ecumenical congregation formally united in 1980 and in membership of both the Church of Scotland and the United Reformed Church. The Church is administered in accordance with its constitution as recognised by an Act of the General Assembly of the Church of Scotland (1998) and the United Reformed Church Act (2000). It maintains one single unified roll of members. Members of the Kirk Session are the Charity Trustees. The Kirk Session members are Elders of the Church elected by the congregation to serve for an agreed period. The Minister is moderator of the Kirk Session, responsible for both spiritual and temporal affairs of the church. When the church is in vacancy an interim moderator is appointed by the denominations. A revised constitution approved by the congregation and the URC Synod was sent for approval to the Edinburgh Presbytery in autumn 2021 in advance of sending to OSCR. At the end of 2022 a response was still awaited.

### Reference and Administrative Information

#### *Trustees*

#### *Office bearers*

**Minister**

**Interim Moderator**

**Session clerk**

**Congregational Secretary**

**Treasurer**

Those Trustees who are named as office bearers (excluding Interim Moderator) are the Property Trustees in whose name all heritable property is held on behalf of the congregation.

#### **Principal office**

15 Chamberlain Road  
Edinburgh  
EH10 4DJ

#### **Independent Examiner**

Facts and Figures (Scotland) Limited  
4 – 6 Polwarth Gardens  
Edinburgh  
EH11 1LW

#### **Bankers**

Bank of Scotland  
Morningside Branch  
PO Box 1000  
BX2 1LB

#### **Investment Managers**

Save and Invest  
100 West Regent Street  
Glasgow  
G2 2QD

# Morningside United Church

## Report of the Trustees *for the year ended 31 December 2022*

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### **Trustees' responsibilities in relation to the financial statements**

The charity trustees are responsible for preparing a trustees' annual report and 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 charity trustees to prepare financial statements for each year which show a true and fair view of the state of affairs of the charity and of the income and expenditure of the charity for that period.

In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the method and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any 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 operational existence.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). 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 trustees are responsible for the maintenance and integrity of the charity and financial information on the congregation's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

**Approved by the Congregational Meeting and signed on its behalf by:**



*Congregational Secretary /Trustee*

*Dated: 26 March 2023*

# Morningside United Church

## Report of the Independent Examiner to the Trustees *for the year ended 31 December 2022*

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I report on the accounts of the congregation for the year ended 31 December 2022 which are set out on pages 6 to 13.

### **Respective responsibilities of Trustees and examiner**

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity's trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

### **Basis of independent examiner's statement**

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. 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 seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given in the accounts.

### **Independent Examiner's Statement**

In the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in any material respect the requirements:
  - to keep accounting records in accordance with section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations (as amended) and
  - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations (as amended) have not been met, or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Director

Facts and Figures (Scotland) Limited  
ICAEW Chartered Accountants

Date: 28 March 2023

4 – 6 Polwarth Gardens  
Edinburgh  
EH11 1 LW

# Morningside United Church

## Statement of Financial Activities for the year ended 31 December 2022

		2022			2021	
	Note	Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds
		£	£	£	£	£
<b>Income</b>						
Donations and legacies	1	35,273	4,718	39,991	31,324	3,565
Charitable activities	2	53,962	7,013	60,975	45,633	6,055
Investments	3	6,841	118	6,959	7,210	144
<b>Total income</b>		<b>96,075</b>	<b>11,849</b>	<b>107,925</b>	<b>84,167</b>	<b>9,764</b>
<b>Expenditure</b>						
Raising funds	4	2,104	-	2,104	2,500	-
Charitable activities	4	95,523	13,364	108,887	114,619	9,379
<b>Total expenditure</b>		<b>97,627</b>	<b>13,364</b>	<b>110,991</b>	<b>117,119</b>	<b>9,379</b>
<b>Realised gains (losses) on investments</b>	8	(6,705)	-	(6,705)	343	(23)
<b>Net (expenditure)</b>		(8,257)	(1,515)	(9,772)	(32,609)	362
<b>Transfers between Funds</b>		-	-	-	(26)	26
		(8,257)	(1,515)	(9,772)	(32,635)	388
<b>Other recognised gains</b>						
<b>Unrealised gains/(losses) on investments</b>	8	(47,142)	(534)	(47,676)	27,765	(64)
<b>Property revaluation</b>				-	219,800	-
<b>Net movement in funds</b>		<b>(55,399)</b>	<b>(2,049)</b>	<b>(57,448)</b>	<b>214,930</b>	<b>324</b>
<b>Reconciliation of funds:</b>						
<b>Total funds brought forward</b>		1,721,951	8,030	1,729,981	1,507,021	7,706
<b>Total funds carried forward</b>	12	<b>1,666,552</b>	<b>5,981</b>	<b>1,672,533</b>	<b>1,721,951</b>	<b>8,030</b>



# Morningside United Church

Balance Sheet as at 31 December 2022

		Unrestricted Funds £	Restricted Funds £	2022 Total Funds £	2021 Total Funds £
	Note				
<b>Fixed Assets:</b>					
Tangible assets	7	1,340,000	-	1,340,000	1,340,000
Investments	8	259,189	2,936	262,125	363,541
<b>Total Fixed Assets</b>		<u>1,599,189</u>	<u>2,936</u>	<u>1,602,125</u>	<u>1,703,541</u>
<b>Current Assets</b>					
Debtors	9	1,256	176	1,432	6,398
Cash at bank and in hand		70,543	2,869	73,412	23,344
<b>Total Current Assets</b>		<u>71,799</u>	<u>3,045</u>	<u>74,844</u>	<u>29,742</u>
<b>Liabilities</b>					
Creditors falling due within one year	10	4,436	-	4,436	3,302
<b>Net Current Assets</b>		<u>67,363</u>	<u>3,045</u>	<u>70,408</u>	<u>26,440</u>
<b>Total Assets less current liabilities</b>		<u><u>1,666,552</u></u>	<u><u>5,981</u></u>	<u><u>1,672,533</u></u>	<u><u>1,729,981</u></u>
<b>The funds of the charity:</b>					
Unrestricted income funds		1,666,552	-	1,666,552	1,721,951
Restricted income funds		-	5,981	5,981	8,030
<b>Total charity funds</b>	12	<u><u>1,666,552</u></u>	<u><u>5,981</u></u>	<u><u>1,672,533</u></u>	<u><u>1,729,981</u></u>

The notes on p 8 to 13 form part of these accounts

The accounts were approved by the Congregational Meeting on 26 March 2023 and signed on their behalf by



Lesley Donald

# Morningside United Church

## Notes to the Financial Statements for the year ended 31 December 2022

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### Accounting policies

The principal accounting policies, which have been applied consistently in the current and previous year in dealing with items which are considered material to the accounts, are set out below:

#### ***Basis of preparation***

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS102) effective from 1 January 2019 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities accounts (Scotland) Regulations 2006 (as amended)

#### ***Fund Accounting***

Funds are classified as either unrestricted funds or restricted funds, defined as follows:

*Restricted funds* are funds subject to specific requirements as to their use which may be declared by the donor or with their authority or created through legal processes, but still within the wider objects of the charity.

*Endowment funds* are funds which have been given on the condition that the original capital sum is not reduced, but the income there from is used for the purpose defined in accordance with the objects of the charity. No endowment funds are currently held.

*Unrestricted funds* are expendable at the discretion of the trustees in furtherance of the objects of the charity. If parts of the unrestricted funds are earmarked at the discretion of the trustees for a particular purpose, they are designated as a separate fund. This designation has an administrative purpose only and does not legally restrict the trustees' discretion to apply the fund.

#### ***Going concern***

The Trustees consider that there are no material uncertainties about the ability of the charitable body to continue for the foreseeable future, and therefore has adopted the going concern basis in preparing these financial statements.

#### ***Recognition of income***

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received, and the amount can be measured reliably.

#### ***Donated services and facilities***

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS102) the general volunteer time of congregation members is not recognised.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised as expenditure in the period of receipt.

# Morningside United Church

## Notes to the Financial Statements for the year ended 31 December 2022

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### ***Interest receivable***

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

### ***Recognition and allocation of expenditure***

Expenditure is included in the Statement of Financial Activities on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure.

### ***Tangible fixed assets and depreciation***

Expenditure incurred on the repair and maintenance of assets noted below is charged as resources expended in the Statement of Financial Activities in the period in which the liability arises. Depreciation is provided on a straight-line basis to write off the cost or initial value, less residual value, of tangible fixed assets over their estimated useful lives. No provision is made for the depreciation of income producing properties on the basis that the useful economic life of the properly maintained asset is in excess of 50 years.

The church and linked halls are considered to be assets of religious and historic significance owned by the congregation and used for its charitable objects have never previously been capitalised in the Church accounts. A valuation for their current use would be notional only and is not provided.

The Trustees have valued the Manse and the other investment property owned by the Church at current market values by making comparisons with prices of similar properties in comparable areas. Revaluation was made in 2021. The values are considered reasonable to use for 2022.

All Furniture and equipment costing in excess of £5,000 having a value to the Church of greater than one year, other than those acquired for specific purposes, are capitalised. The only asset currently capitalised is the refurbished kitchen where depreciation is taken over a period of 10 years. This period ended in 2022.

### ***Investments***

Investments are stated at market value at the balance sheet date. Unrealised gains and losses represent the difference between the market value at the beginning and the end of the financial year or, if purchased in the year, the difference between cost and market value at the end of the year. Realised gains and losses represent the difference between the proceeds on disposal and the market value at the start of the year or cost if purchased in the year.

### ***Taxation***

Morningside United Church is recognised as a charity for the purposes of applicable taxation legislation and is therefore not subject to taxation on its charitable activities. The charity is not registered for VAT and resources expended therefore include irrecoverable input VAT.

### ***Cash and cash equivalents***

Cash and cash equivalents include cash in hand and deposits held at with the Investors Trust.

### ***Debtors***

Trade and other debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid net of any discounts due.

### ***Creditors***

Creditors are normally recognised at their settlement amount after allowing for any trade discounts due.

# Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2022

	Unrestricted Funds £	Restricted Funds £	2022 Total £	Unrestricted Funds £	Restricted Funds £	2021 Total £
<b>Note</b>						
<b>1 Donations and legacies</b>						
Freewill offering /standing order	17,701	-	17,701	17,902	-	17,902
Open plate	5,906	-	5,906	4,389	-	4,389
Tax recovered on Gift Aid	7,366	712	8,079	5,962	125	6,087
Other donations	4,300	4,006	8,306	3,071	3,440	6,511
Legacies	-	-	-	-	-	-
	<b>35,273</b>	<b>4,718</b>	<b>39,992</b>	<b>31,324</b>	<b>3,565</b>	<b>34,889</b>
<b>2 Charitable Activities</b>						
Christian Aid income	-	4,150	4,150	-	161	161
Use of Premises	40,499	-	40,499	11,143	-	11,143
Flat and office rental	8,560	-	8,560	9,345	-	9,345
Collections for 3rd parties	-	2,863	2,863	-	5,894	5,894
HMRC CVJR	-	-	-	696	-	696
Insurance claim	4,902	-	4,902	20,000	-	20,000
LPW VAT reclaim	-	-	-	4,449	-	4,449
	<b>53,962</b>	<b>7,013</b>	<b>60,975</b>	<b>45,633</b>	<b>6,055</b>	<b>51,688</b>
<b>3 Investments</b>						
Investment income	6,808	118	6,926	7,208	144	7,352
Deposit interest	33	-	33	2	-	2
	<b>6,841</b>	<b>118</b>	<b>6,959</b>	<b>7,210</b>	<b>144</b>	<b>7,354</b>
	96,075	11,849	107,925			
<b>4 Analysis of Expenditure</b>						
	Unrestricted Funds £	Restricted Funds £	2022 Total £	Unrestricted Funds £	Restricted Funds £	2021 Total £
<b>Raising Funds</b>						
Investment Manager Fees	2,104	-	2,104	2,500	-	2,500
	<b>2,104</b>	<b>-</b>	<b>2,104</b>	<b>2,500</b>	<b>-</b>	<b>2,500</b>
<b>Charitable Expenditure</b>						
Ministries and Mission contributions	40,340		40,340	38,680	-	38,680
Minister's Expenses	3,182		3,182	5,118	-	5,118
Pulpit Supply	875		875	295	-	295
Council Tax and Insurance	12,399		12,399	11,709	-	11,709
Other salary costs	10,114		10,114	8,996	-	8,996
Fabric Repairs & Maintenance	6,622		6,622	31,909	-	31,909
Other Buildings Costs	15,837		15,837	9,978	-	9,978
Church Office Expenses	2,302		2,302	1,995	-	1,995
Organ, piano, music & licences	1,958		1,958	461	881	1,342
Other expenses	1,055		1,055	1,438	5,231	6,669
Christian Aid donation & expenses	-	4,124	4,124	-	145	145
Other donations	-	9,240	9,240	-	3,122	3,122
Independent Examination	840		840	840	-	840
Depreciation	-		-	3,200	-	3,200
	<b>95,523</b>	<b>13,364</b>	<b>108,887</b>	<b>114,619</b>	<b>9,379</b>	<b>123,998</b>
<b>Total</b>	<b>97,627</b>	<b>13,364</b>	<b>110,991</b>	<b>117,119</b>	<b>9,379</b>	<b>126,498</b>
deficit	-1,552	-1,515	-3,067	-32,952	385	-32,567
<b>5 Analysis of Staff Costs</b>						
				<b>2022 total £</b>		<b>2021 total £</b>
Salaries and wages				10,077		8,956
Social Security Costs				37		40
				<b>10,114</b>		<b>8,996</b>
				<b>2022 total No</b>		<b>2021 total No</b>
Ministerial support (from Nov)				1		-
Office personnel				1		1
Music personnel				1		1
Premises Maintenance				-		-
				<b>3</b>		<b>2</b>
No employee received total employee benefits in excess of £60,000 (2021 nil)						

# Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2022

Church of Scotland and United Reformed Church congregations contribute to the respective denominations Stipend Funds which bear the costs of all ministers' stipends and employer's contributions for national insurance, pension and housing and loan fund, as part of a total Mission and Ministries allocation. Ministers are paid in accordance with the different national stipend scales, Morningside United Church is Local Ecumenical Partnership, in membership of both denominations and pays an equal amount to the Mission Funds of both denominations. The total amount is determined by a formula agreed by the Ecumenical Development Group of Action for Churches Together in Scotland. The Minister who left in October was paid through the United Reformed Church payroll, at Church of Scotland scale as applied to previous minister. The salary difference is treated as an additional allowance for URC purposes. This extra allowance was removed when the Minister left and only the basic Mission and Ministry paid. For the year under review the minimum Church of Scotland stipend was £28,700 and the maximum stipend (in the tenth and subsequent years) £35,269.

## 6 Trustee Remuneration and Related Party Transactions

During the year one trustee was remunerated. The Minister, in accordance with the constitutional provisions, received reimbursement of expenses (travel, Council tax, telephone rental, books etc.) totalling £6,423 (2021 - £8,264).

No trustee or a person related to a trustee had any personal interest in any contract or transaction entered into by the charity during the year.

During the year a total of £3,000 was donated to the congregation by trustees, based on Gift Aid records and an estimate for those giving by open plate collection.

## 7 Tangible Fixed Assets

	Buildings	Equipment	Total
Cost / Valuation	£	£	£
At 1 January 2022	1,340,000	32,000	1,372,000
At 31 December 2022	1,340,000	32,000	1,372,000
<b>Accumulated Depreciation</b>			
At 1 January 2022	-	32,000	32,000
Charge for year	-	-	-
At 31 December 2022	-	32,000	32,200
<b>Net Book Value</b>			
At 31 December 2022	1,340,000	-	1,340,000
At 31 December 2021	1,340,000	-	1,340,000

## 8 Investments

	2022	2021
	£	£
Market value at 1 January	363,541	348,128
Additions	-	15
Disposal	(47,194)	(11,628)
Realised gains / (loss) on investments	(6,705)	320
Unrealised gain / (loss) on investments	(47,676)	27,701
Movement in cash held by AJ Bell Securities	159	(995)
Market value at 31 December	262,125	363,541
 Cost of Investments held	 274,504	 302,072

The following investments are held:

Stocks held by AJ Bell Securities and managed by Save and Invest in nine funds.  
Church of Scotland Investors' Trust Income Fund  
Church of Scotland Investors' Trust Growth Fund

## 9 Debtors

	Unrestricted Funds	Restricted Funds	2022 Total	Unrestricted Funds	Restricted Funds	2021 Total
	£	£	£	£	£	£
Hall lets	228	-	228	390	-	390
Gift Aid Tax Refund due	1,028	176	1,204	-	-	-
Other	-	-	-	6,008	-	6,008
	<b>1,256</b>	<b>176</b>	<b>1,432</b>	<b>6,398</b>	<b>-</b>	<b>6,398</b>

## 10 Creditors

	Unrestricted Funds	Restricted Funds	2022 Total	Unrestricted Funds	Restricted Funds	2021 Total
	£	£	£	£	£	£
Accruals	3,596	-	3,596	2,462	-	2,462
Other Creditors	840	-	840	840	-	840
	<b>4,436</b>	<b>-</b>	<b>4,436</b>	<b>3,302</b>	<b>-</b>	<b>3,302</b>

# Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2022

## 11 Analysis of Net Assets Among Funds

	Unrestricted £	Restricted £	Total £
Fixed Assets	1,340,000	-	1,340,000
Investments	259,189	2,936	262,125
Current Assets	71,799	3,045	74,844
Current Liabilities	4,436	-	4,436
<b>Net assets at 31 Dec 2022</b>	<b>1,666,552</b>	<b>5,981</b>	<b>1,681,405</b>
	Unrestricted £	Restricted £	Total £
Fixed Assets	1,340,000	-	1,340,000
Investments	360,072	3,469	363,541
Current Assets	25,181	4,561	29,742
Current Liabilities	3,302	-	3,302
<b>Net assets at 31 Dec 2021</b>	<b>1,721,951</b>	<b>8,030</b>	<b>1,729,981</b>

## 12 Movements in Funds

	At 1 Jan 2022 £	Income £	Expenditure £	Gain (loss) Invest £	Transfers £	At 31 Dec 2022 £
<b>Unrestricted funds</b>						
General Fund	(2,933)	93,971	(95,523)	-	-	(4,485)
Designated Assets fund	1,340,000	-	-	-	-	1,340,000
Designated Legacy Fund	384,884	2,104	(2,104)	(53,847)	-	331,037
	<u>1,721,951</u>	<u>96,075</u>	<u>(97,627)</u>	<u>(53,847)</u>	<u>-</u>	<u>1,666,552</u>
<b>Restricted funds</b>						
Education Fund	1,868	61	-	(276)	-	1,653
Minister's discretion Fund	2,654	2,374	(1,928)	(257)	-	2,843
Dementia Fund	412	-	-	-	-	412
Donation Fund	2,742	5,264	(7,312)	-	-	694
Christian Aid Fund	354	4,150	(4,124)	-	-	380
	<u>8,030</u>	<u>11,849</u>	<u>(13,364)</u>	<u>(533)</u>	<u>-</u>	<u>5,981</u>
<b>Total funds</b>	<u><b>1,729,981</b></u>	<u><b>107,924</b></u>	<u><b>(110,992)</b></u>	<u><b>(54,380)</b></u>	<u><b>-</b></u>	<u><b>1,672,533</b></u>

## Movements in Funds

	At 1 Jan 2021 £	Income £	Expenditure £	Gain (loss) Invest £	Transfers £	At 31 Dec 2021 £
<b>Unrestricted funds</b>						
General Fund	26,845	81,667	(111,419)	-	(26)	(2,933)
Designated Assets fund	1,123,400	-	(3,200)	219,800	-	1,340,000
Designated Legacy Fund	356,776	2,500	(2,500)	28,108	-	384,884
	<u>1,507,021</u>	<u>84,167</u>	<u>(117,119)</u>	<u>247,908</u>	<u>(26)</u>	<u>1,721,951</u>
<b>Restricted funds</b>						
Education Fund	2,946	1,170	(2,192)	(56)	-	1,868
Minister's discretion Fund	3,125	1,979	(2,419)	(31)	-	2,654
Dementia Fund	412	-	-	-	-	412
Donation Fund	-	6,454	(3,742)	-	30	2,742
Music Fund	885	-	(881)	-	(4)	-
Christian Aid Fund	338	161	(145)	-	-	354
	<u>7,706</u>	<u>9,764</u>	<u>(9,379)</u>	<u>(87)</u>	<u>26</u>	<u>8,030</u>
<b>Total funds</b>	<u><b>1,514,727</b></u>	<u><b>93,931</b></u>	<u><b>(126,498)</b></u>	<u><b>247,821</b></u>	<u><b>-</b></u>	<u><b>1,729,981</b></u>

# Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2022

## Fund Purposes

### Unrestricted Funds

General Fund	To meet the costs of ministry and all other regular expenditure, including
Designated Assets Fund	Represents the net book value of properties owned by the Church
Designated Legacy Fund	Funded from unconditional legacies and used at discretion of Trustees

### Restricted funds

Education Fund	For educational purposes
Minister's Fund	To assist deserving causes at discretion of Minister
Dementia Fund	For work with care home residents (formerly via the Eric Liddell Centre)
Music Fund	For occasional extra musical support for worship - expended, minor remainder to gen fund and closed
Christian Aid Fund	For Christian Aid fundraising activities. Holy Corner Churches Committee organise & run the book sale, included in income and expenditure in these
Donation Fund	For collections for third parties (personal and charitable)

## 13 Volunteers

In common with all congregations of the Church of Scotland and the United Reformed Church, the congregation benefits from the contribution made by volunteers who give their time and talents willingly for the benefit of the Church. The areas of congregational life which rely on the contribution of volunteers are many and varied and much of the activity would be unable to continue were it not for the commitment shown.

## 14 Collections for Third Parties

	2022	2021
	£	£
Rev Annie Kapinda (Malawi)	1,350	
Refugee Survival Trust	1,335	
DEC Ukraine Appeal	1,213	
Church of Scotland Ukraine Appeal	1,420	
Eric Liddell Centre		1,424
Salvation Army Gorgie Foodbank	134	1,423
Save the Children		180
Marie Curie		95
	<b>5,452</b>	<b>3,122</b>