

*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 2021

Morningside United Church

Contents of the Financial Statements *for the year ended 31 December 2021*

	Page
Report of the Trustees	1 - 4
Report of the Independent Examiner	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 - 14

Morningside United Church

Report of the Trustees for the year ended 31 December 2021

The trustees present their annual report and financial statements of the charity for the year ended 31 December 2021. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the 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. The congregation is in a period of change post-pandemic. It continues to support ecumenical work with the Romanian Orthodox Community and Edinburgh Napier University Chaplaincy

Achievements and performance

Despite shutdowns through the pandemic, 2021 saw further progress in addressing the governance matters that were highlighted in the Church of Scotland Presbytery plan. The Kirk Session continued to impose new structures relating to governance. Over the past year a continuing dialogue between the United Reformed Church and Church of Scotland in partnership with the local congregation has focused on creating a new Constitution- this was finally sent to the sponsoring denominations for approval.

Moreover, we have focussed on immediate property concerns such as laying a new floor in the Main Hall and taking the opportunity of the pandemic to review priorities in property maintenance.

As a result of the changing nature of church attendance caused by the pandemic, services have been uploaded on YouTube. The minister continued to celebrate funerals for the parish and congregation as well as celebrating weddings and baptisms and 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 subject to Covid Restrictions. The congregation has also provided for charities through several special collections, by hosting concert and community groups. Membership is stable and we were blessed in receiving several new members onto the roll, which has been accurately reviewed, attested and updated.

The congregation is developing links with the Edinburgh Napier University to create chaplaincy space at the Merchiston Campus. The pandemic has given an opportunity to review the management of the historically successful Christian Aid Book Sale and our continuing links to the Eric Liddell community and, through the presbytery plan, ecumenical and parish working. We continue to develop ecumenically and have managed to happily support and integrate into our building the Romanian Orthodox community and work with the Waldensian church by hosting an Italian student assistant on their behalf and we have managed to sustain our ecumenical links with the Episcopal Church with whom we have a longstanding historical relationship.

Morningside United Church

Report of the Trustees for the year ended 31 December 2021

Financial review

The financial statements for the year are set out on pages 6 to 16. The Statement of Financial Activities on page 6 reflects net increase in funds of £215,254 (2020 net decrease of £35,225). The increase is the net effect of property revaluation and the deficit of income over expenditure.

Voluntary giving fell only slightly compared to 2020. The closure of the church for worship in the first 3 months of the year reduced total open plate giving. However this did not have a major effect as open plate giving formed 17 % of unrestricted voluntary giving in 2021. Hall rental income rose by 33% compared to 2020, but is about a third of its 2019 value. Flat and office rental fell by 42% compared to 2020 value. The long term tenant left the flat at the end of May and a void period followed. The eventual decision was to re-let the flat on a different basis as refugee accommodation for the City of Edinburgh Council, managed by a housing association. The use is a positive use of the resource in line with charitable aims, though the rental is slightly lower than might have been achieved by continuing with open market rental. Investment income fell, by 22% compared to 2020 from market conditions. The Covid insurance claim of £20,000 received in 2021 was a significant benefit. Christian Aid income and donation was low both 2020 and 2021 as it was not possible to hold the annual Christian Aid week booksale.

Normal expenditure in 2021 increased by 17% compared to 2020. The Mission and Ministry payment to both denominations, the largest item of normal expenditure, fell compared to 2020, in line with the fall in income which determines it. Most of the increase in expenditure was from failure of the main hall floor finish, replaced at a cost of £22,700 and not claimable on insurance. Other expenditure was at a similar level to 2020.

From p.6, there is an excess of unrestricted expenditure over income of £32,952.

Investments and Performance

Investments are held in the Church of Scotland Investors Trust funds and a portfolio of 9 ethical funds managed by Save and Invest. No significant withdrawals were made from the invested funds during the year. The Investors Trust Growth Fund and the Save and Invest funds rose in value over the year, even after the standard agreed withdrawal of £10,000 from the Save and Invest Funds. The Investors Trust Income fund fell in value.

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 2022.

Reserves Policy

The Charity held unrestricted funds amounting to £1,721,951, (2020: £1,507,021), of which approximately three quarters is represented by the value of properties, and restricted funds of £8,030 (2020: £7,706) 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 2021

Structure Governance and Management

Morningside United Church is a registered Scottish charity (Number SC015552). It is an ecumenical congregation formally united in 1980 and simultaneously in membership of 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. Certain responsibilities are delegated to particular groups to oversee worship, outreach and financial and property issues.

Reference and Administrative Information

Trustees

Office bearers

Minister

Session clerk

Congregational Secretary

Treasurer

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

Principal office

The Church Office
15 Chamberlain Road
Edinburgh
EH10 4DJ

Independent Examiner

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

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 2021

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:



Session Clerk/Trustee

Dated: 1 April 2022

Morningside United Church

Report of the Independent Examiner to the Trustees *for the year ended 31 December 2021*

I report on the accounts of the congregation for the year ended 31 December 2021 which are set out on pages 6 to 14.

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: 29 April 2022

4 – 6 Polwarth Gardens
Edinburgh
EH11 1 LW

Morningside United Church

Statement of Financial Activities for the year ended 31 December 2021

	Note	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total funds £
Income							
Donations and legacies	2	31,324	3,565	34,889	32,594	3,125	35,719
Charitable activities	3	45,633	6,055	51,688	28,968	1,860	30,828
Investments	4	7,210	144	7,354	9,244	171	9,415
Total income		84,167	9,764	93,931	70,806	5,156	75,962
Expenditure							
Raising funds	5	2,500	-	2,500	2,300	-	2,300
Charitable activities	5	114,619	9,379	123,998	97,199	6,411	103,610
Total expenditure		117,119	9,379	126,498	99,499	6,411	105,910
Realised gains (losses) on investments		343	(23)	320	(2,735)	97	(2,638)
Net (expenditure)		(32,609)	362	(32,247)	(31,428)	(1,158)	(32,586)
Transfers between Funds	13	(26)	26	-	-	-	-
		(32,635)	388	(32,247)	(31,428)	(1,158)	(32,586)
Other recognised gains							
Unrealised gains/(losses) on investments	9	27,765	(64)	27,701	(2,648)	9	(2,639)
Property revaluation		219,800	-	219,800	-	-	-
Net movement in funds		214,930	324	215,254	(34,076)	(1,149)	(35,225)
Reconciliation of funds:							
Total funds brought forward		1,507,021	7,706	1,514,727	1,541,097	8,855	1,549,952
Total funds carried forward	13	1,721,951	8,030	1,729,981	1,507,021	7,706	1,514,727

Morningside United Church

Balance Sheet as at 31 December 2021

		Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
	Note				
Fixed Assets:					
Tangible assets	8	1,340,000	-	1,340,000	1,123,400
Investments	9	360,072	3,469	363,541	348,128
Total Fixed Assets		<u>1,700,072</u>	<u>3,469</u>	<u>1,703,541</u>	<u>1,471,528</u>
Current Assets					
Debtors	10	6,398	-	6,398	1,437
Cash at bank and in hand		18,783	4,561	23,344	44,793
Total Current Assets		<u>25,181</u>	<u>4,561</u>	<u>29,742</u>	<u>46,230</u>
Liabilities					
Creditors falling due within one year	11	3,302	-	3,302	3,031
Net Current Assets		<u>21,879</u>	<u>4,561</u>	<u>26,440</u>	<u>43,199</u>
Total Assets less current liabilities		<u>1,721,951</u>	<u>8,030</u>	<u>1,729,981</u>	<u>1,514,727</u>
The funds of the charity:					
Unrestricted income funds		1,721,951	-	1,721,951	1,507,021
Restricted income funds		-	8,030	8,030	7,706
Total charity funds	13	<u>1,721,951</u>	<u>8,030</u>	<u>1,729,981</u>	<u>1,514,727</u>

The notes on p 8 to 14 form part of these accounts

The accounts were approved by the Congregational Meeting on 11/4/22 and signed on their behalf by



Lesley Donald

Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2021

1. 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 company 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 2021

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 figures have been applied for 2021.

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.

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 2021

		Unrestricted Funds £	Restricted Funds £	2021 Total £	Unrestricted Funds £	Restricted Funds £	2020 Total £
	Note						
2 Donations and legacies							
Freewill offering /standing order		17,902	-	17,902	18,134	-	18,134
Open plate		4,389	-	4,389	2,137	-	2,137
Tax recovered on Gift Aid		5,962	125	6,087	7,871	325	8,196
Other donations		3,071	3,440	6,511	4,452	2,800	7,252
Legacies		-	-	-	-	-	-
		<u>31,324</u>	<u>3,565</u>	<u>34,889</u>	<u>32,594</u>	<u>3,125</u>	<u>35,719</u>
3 Charitable Activities							
Christian Aid income		-	161	161	-	1,019	1,019
Use of Premises		11,143	-	11,143	8,531	-	8,531
Flat and office rental		9,345	-	9,345	16,062	-	16,062
Collections for 3rd parties	15	-	5,894	5,894	-	841	841
HMRC CVJR		696	-	696	2,957	-	2,957
Insurance claim		20,000	-	20,000	-	-	-
LPW VAT reclaim		4,449	-	4,449	1,418	-	1,418
		<u>45,633</u>	<u>6,055</u>	<u>51,688</u>	<u>28,968</u>	<u>1,860</u>	<u>30,828</u>
4 Investments							
Investment income		7,208	144	7,352	9,240	171	9,411
Deposit interest		2	-	2	4	-	4
		<u>7,210</u>	<u>144</u>	<u>7,354</u>	<u>9,244</u>	<u>171</u>	<u>9,415</u>

Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2021

5 Analysis of Expenditure

	Unrestricted Funds £	Restricted Funds £	2021 Total £	Unrestricted Funds £	Restricted Funds £	2020 Total £
Raising Funds						
Investment Manager Fees	2,500	-	2,500	2,300	-	2,300
	<u>2,500</u>	<u>-</u>	<u>2,500</u>	<u>2,300</u>	<u>-</u>	<u>2,300</u>
Charitable Expenditure						
Ministries and Mission contribution	38,680	-	38,680	44,260	-	44,260
Minister's Expenses	5,118	-	5,118	4,531	-	4,531
Pulpit Supply	295	-	295	-	-	-
Council Tax and Insurance	11,709	-	11,709	6,267	-	6,267
Other salary costs 6	8,996	-	8,996	9,552	-	9,552
Fabric Repairs & Maintenance	31,909	-	31,909	17,595	-	17,595
Other Buildings Costs	9,978	-	9,978	6,150	-	6,150
Church Office Expenses	1,995	-	1,995	1,708	-	1,708
Organ, piano, music & licences	461	881	1,342	1,008	480	1,488
Other expenses	1,438	5,231	6,669	2,088	1,190	3,278
Christian Aid donation & expenses	-	145	145	-	989	989
Other donations	-	3,122	3,122	-	3,752	3,752
Independent Examination	840	-	840	840	-	840
Depreciation	3,200	-	3,200	3,200	-	3,200
	<u>114,619</u>	<u>9,379</u>	<u>123,998</u>	<u>97,199</u>	<u>6,411</u>	<u>103,610</u>
Total	117,119	9,379	126,498	99,499	6,411	105,910

6 Analysis of Staff Costs

	2021 total £	2020 total £
Salaries and wages	8,956	9,414
Social Security Costs	40	138
	<u>8,996</u>	<u>9,552</u>
	2021 total No	2020 total No
Office personnel	1	1
Music personnel	1	1
Premises Maintenance	-	1
	<u>2</u>	<u>3</u>

No employee received total employee benefits in excess of £60,000 (2020 nil)

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. Ministers' stipends are paid in accordance with the different national stipend scales, normally as a total Mission and Ministries allocation. 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 current minister is 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. 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.

Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2021

7 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 £5,118 (2020 - £4,531).

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.

8 Tangible Fixed Assets

	Buildings	Equipment	Total
Cost / Valuation	£	£	£
At 1 January 2021	1,120,200	32,000	1,152,200
Revaluation	219,800	-	219,800
At 31 December 2021	<u>1,340,000</u>	<u>32,000</u>	<u>1,372,000</u>
Accumulated Depreciation			
At 1 January 2021	-	28,800	28,800
Charge for year	-	3,200	3,200
At 31 December 2021	<u>-</u>	<u>32,000</u>	<u>32,000</u>
Net Book Value			
At 31 December 2021	<u>1,340,000</u>	<u>-</u>	<u>1,340,000</u>
At 31 December 2020	<u>1,120,200</u>	<u>3,200</u>	<u>1,123,400</u>

9 Investments

	2021	2020
	£	£
Market value at 1 January	348,128	401,525
Additions	15	171,380
Disposal	(11,628)	(219,684)
Realised gains / loss on investments	320	(2,638)
Unrealised gain / (loss) on investments	27,701	(2,639)
Movement in cash held by AJ Bell Securities	(995)	184
Market value at 31 December	<u>363,541</u>	<u>348,128</u>
Cost of Investments held	<u>302,072</u>	<u>311,620</u>

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

Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2021

10 Debtors

	Unrestricted Funds	Restricted Funds	2021 Total	Unrestricted Funds	Restricted Funds	2020 Total
	£	£	£	£	£	£
Hall lets	390	-	390	180	-	180
Other	6,008	-	6,008	1,257	-	1,257
	<u>6,398</u>	<u>-</u>	<u>6,398</u>	<u>1,437</u>	<u>-</u>	<u>1,437</u>

11 Creditors

	Unrestricted Funds	Restricted Funds	2021 Total	Unrestricted Funds	Restricted Funds	2020 Total
	£	£	£	£	£	£
Accruals	2,462	-	2,462	1,541	-	1,541
Other Creditors	840	-	840	1,490	-	1,490
	<u>3,302</u>	<u>-</u>	<u>3,302</u>	<u>3,031</u>	<u>-</u>	<u>3,031</u>

12 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.

13 Movements in Funds

	At 1 Jan 2021	Income	Expenditure	Gain (loss) Invest	Transfers	At 31 Dec 2021
	£	£	£	£	£	£
Unrestricted funds						
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>
Restricted funds						
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>
Total funds	<u>1,514,727</u>	<u>93,931</u>	<u>(126,498)</u>	<u>247,821</u>	<u>-</u>	<u>1,729,981</u>

13 Movements in Funds

	At 1 Jan 2020	Income	Expenditure	Gain (loss) Invest	Transfers	At 31 Dec 2020
	£	£	£	£	£	£
Unrestricted funds						
General Fund	4,034	68,506	(93,999)	-	48,304	26,845
Designated Assets fund	1,126,600	-	(3,200)	-	-	1,123,400
Designated Legacy Fund	410,463	2,300	(2,300)	(5,383)	(48,304)	356,776
	<u>1,541,097</u>	<u>70,806</u>	<u>(99,499)</u>	<u>(5,383)</u>	<u>-</u>	<u>1,507,021</u>
Restricted funds						
Education Fund	4,216	107	(1,455)	78	-	2,946
Minister's discretion Fund	2,554	2,689	(2,146)	28	-	3,125
Dementia Fund	412	-	-	-	-	412
Donation Fund	-	1,341	(1,341)	-	-	-
Music Fund	1,365	-	(480)	-	-	885
Christian Aid Fund	308	1,019	(989)	-	-	338
	<u>8,855</u>	<u>5,156</u>	<u>(6,411)</u>	<u>106</u>	<u>-</u>	<u>7,706</u>
Total funds	<u>1,549,952</u>	<u>75,962</u>	<u>(105,910)</u>	<u>(5,277)</u>	<u>-</u>	<u>1,514,727</u>

Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2021

Fund Purposes

Unrestricted Funds

General Fund	To meet the costs of ministry and all other regular expenditure, including property
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 accounts.
Donation Fund	For collections for third parties (personal and charitable)

14 Analysis of Net Assets Among Funds

	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
Net assets at 31 Dec 2021	1,721,951	8,030	1,729,981

	Unrestricted £	Restricted £	Total £
Fixed Assets	1,123,400	-	1,123,400
Investments	343,565	4,563	348,128
Current Assets	43,087	3,143	46,230
Current Liabilities	3,031	-	3,031
Net assets at 31 Dec 2020	1,507,021	7,706	1,514,727

15 Collections for Third Parties

	2021 £	2020 £
Eric Liddell Centre	1424	267
Salvation Army Gorgie Foodbank	1423	412
Save the Children	180	0
Marie Curie	95	0
Fair trade foundation	0	161
	3122	840