

*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 2020

Morningside United Church

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Morningside United Church

Report of the Trustees for the year ended 31 December 2020

The Trustees are pleased to present their report together with the financial statements of the charity for the year to 31 December 2020. The financial statements have been prepared in accordance with the accounting policies set out in the notes on page 8 – 9 of the accounts and comply with the General Assembly Regulations for Congregational Finance.

Registered office

The Church Office
15 Chamberlain Road
Edinburgh
EH10 4DJ

Bankers

Bank of Scotland
Morningside Branch
PO Box 1000
BX2 1LB

Investment Managers

Save and Invest
100 West Regent Street
Glasgow
G2 2QD

Status of Charity and Governing Document

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).

Morningside United Church is a registered Scottish charity (Number SC015552) and is an ecumenical congregation formally united in 1980 and simultaneously in membership of the Church of Scotland and the United Reformed Church. It maintains one single unified roll of members. The Kirk Session is chaired by the Minister. Certain responsibilities are delegated to particular groups to oversee worship, outreach and financial and property issues.

Objectives and aims

As part of the national Church of Scotland, Morningside United Church has a territorial responsibility for the parish allocated to it by the Presbytery of Edinburgh. It cooperates with other local churches in various ways and in an ecumenical context. The church is also very involved in outreach within the parish. The congregation agrees five-year goals as part of an accompanied superintendence process with the Presbytery of Edinburgh. Current areas of activity involve maintaining a ministry with older people and a youth ministry and supporting the work of Christian Aid.

Trustees

Mrs Y Burnett
Mrs L Donald
Ms R Kumbanga
Rev S Manders
Mr M Pearson (ordained May 2020)
Mr M Stubbs (ordained May 2020)
Dr M Clyde (Retired March 2020)

Mr D Donald
Ms J Gruber (appointed March 2020)
Mrs E MacGregor
Mrs A Pearson
Dr S Spurlock
Mr M Taylor (Retired March 2020)

Office bearers

Minister	Rev Steven Manders
Session clerk	Mr M Stubbs (Appointed March 2020)
Congregational Secretary	Ms R Kumbanga (Appointed Nov 2020)
Treasurer	Mrs Lesley Donald

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.

Recruitment/appointment of Trustees and Office Bearers

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. Induction and training is offered to elders as required. The minister, Rev Steven Manders, is moderator of the Kirk Session.

Morningside United Church

Report of the Trustees for the year ended 31 December 2020

Principal 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 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. Current areas of activity involve maintaining a ministry with older people, the development of youth work, developing Napier University Chaplaincy, ecumenical partnering local congregations of the Church of Scotland and the Scottish Episcopal Church and the Free Church. Like all congregations, the pandemic has curtailed how we can meet and function but we have discovered new ways to connect via social media, the internet and traditional communication. We continue to offer services on YouTube and offer support pastorally for funerals, weddings and care as far as the Covid limitations allow

Achievements and performance

2020 saw further progress in renovating and bringing up to contemporary standards the Church building. The past year saw the completion of the upgraded main hall and its flooring. The Congregational Meeting and the Kirk Session continued a dialogue with the United Reformed Church and Church of Scotland to create a new Constitution. The Congregational Meeting and Kirk Session have reviewed the proposals and have agreed in principle the constitution's format and now in final discussions with the denominations about a few clauses, having completed the other sections without difficulties. This final process will mean the congregation being balloted going forward.

The congregation's activities have been greatly impacted by the lockdown. We have not been able to host and support the successful Holy Corner Christian Aid book-sale and the Thursday morning coffee mornings for older people. We have also not been able to support the parish care homes with services, visits and bible studies together, nor the Eric Liddell centre or the continuing connection to George Watson's College. A new and exciting development was the reestablishment of Edinburgh Napier University chaplaincy after a 20 year absence. This has involved hosting services online and working in collaboration with the University to support student well-being.

The minister continued to celebrate funerals for the parish and congregation as well as celebrating weddings and baptisms and other services including bible studies, in furtherance of the congregation's stated aim of promoting religion and religious education. The congregation has also provided for charities through its fair-trade work and several special collections. The membership and adherents rolls are now stable and only affected by death. We average 180 each Sunday on YouTube.

Plans for the future

The congregation is working towards adopting the new Constitution in 2021 and it has reviewed its work and vision particularly as to how the building can be best used to serve the local community whether they have faith or none. The church buildings have been further improved by the work in the hall area.

The Kirk Session has become aware of the need to encourage giving both financially and by volunteering. A stewardship campaign that had begun in 2018 but had fallen into abeyance will be revived later in 2021.

Morningside United Church

Report of the Trustees for the year ended 31 December 2020

Financial review

The accounts continue to be presented on accruals basis.

Results for the year

The financial statements for the year are set out on pages 6 to 16. The Statement of Financial Activities on page 6 reflects net decrease in funds of £35,225 (2019 net decrease of £55,014). Voluntary giving fell only slightly compared to 2019. The fall in open plate giving from closure of the church for worship for about 8 months was offset by other means of giving. Unrestricted income from charitable activities fell; in particular hall rental fell from Covid closure to approximately a quarter of its 2019 value. Investment income fell, mostly as result of reduced holdings from previous investment sales to fund the building works in 2019.

Normal expenditure in 2020 was at a comparable level to 2019. Total expenditure fell compared to 2019, almost entirely as a result of the main building works having been paid in 2019. The Mission and Ministry payment to both denominations, the largest item of normal expenditure, fell compared to 2019, in line with the fall in income which determines it. The cleaner and admin assistant were furloughed and relevant amounts reclaimed from the government job retention scheme. The cleaner was made redundant in September. The admin assistant remains on flexible furlough.

From the figures on p.6, there is an excess of unrestricted expenditure over income of £31,428.

Reserves

The Charity held unrestricted funds amounting to £1,507,021, (2019: £1,541,097), of which approximately three quarters is represented by the value of properties, and restricted funds of £7,706 (2019: £8,855) at the year end. The Trustees aim to have reserves to cover three to six months expenditure.

The Trustees has reviewed the financial requirements of the Congregation and have concluded that the unrestricted funds not committed or invested in tangible 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 reasonably foresee expenditure in respect of the properties owned by the Congregation.

Statement on risk

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, assisted by the local Church of Scotland stewardship consultant will be re-commenced later in 2021.

Investments and Performance

Investments are held in the Church of Scotland Investors Trust funds and a portfolio of ethical funds managed by Save and Invest. On the advice of Save and Invest the portfolio was re-arranged during the year moving from 6 funds to 10 funds, with only one of the original ones retained. The majority of the building work in 2019 was funded by withdrawals from the Investors Trust funds. Deficit funding in 2020 was made by total withdrawals of £50,000 from the Save and Invest funds. While all investments fell at the start of the pandemic, they subsequently rose and, taking account of the withdrawal, at year-end were not significantly lower than at the start of the year.

Morningside United Church

Report of the Trustees for the year ended 31 December 2020

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 law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice.)

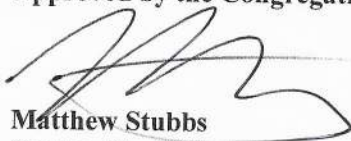
The law applicable to charities in Scotland requires the charity Trustees to prepare financial statements for each year which show a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period. In preparing the financial 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 proper accounting records which 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:



Matthew Stubbs
Session Clerk/Trustee

Dated: 28 March 2021

Morningside United Church

Report of the Independent Examiner to the Trustees for the year ended 31 December 2020

I report on the accounts of the congregation for the year ended 31 December 2019 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.



Jamie Brown
Director

Facts and Figures (Scotland) Limited
ICAEW Chartered Accountants

Date: 31 March 2021

4 – 6 Polwarth Gardens
Edinburgh
EH11 1 LW

Morningside United Church

Statement of Financial Activities for the year ended 31 December 2020

		2020			2019		
	Note	Unrestricted Funds £	Restricted Funds £	Total Funds £	Unrestricted Funds £	Restricted Funds £	Total funds £
Income							
Donations and legacies	2	32,594	3,125	35,719	33,886	1,786	35,672
Charitable activities	3	28,968	1,860	30,828	66,372	23,530	89,902
Investments	4	9,244	171	9,415	15,361	239	15,600
Total income		70,806	5,156	75,962	115,619	25,555	141,174
Expenditure							
Raising funds	5	2,300	-	2,300	2,112	-	2,112
Charitable activities	5	97,199	6,411	103,610	225,516	33,566	259,082
Total expenditure		99,499	6,411	105,910	227,628	33,566	261,194
Realised gains (losses) on investments	9	(2,735)	97	(2,638)	8,727	-	8,727
Net (expenditure)		(31,428)	(1,158)	(32,586)	(103,282)	(8,011)	(111,293)
Transfers between Funds	13	(31,428)	(1,158)	(32,586)	13	(13)	-
Other recognised gains: Unrealised gains/(losses) on investments	9	(2,648)	9	(2,639)	(103,269)	(8,024)	(111,293)
Net movement in funds		(34,076)	(1,149)	(35,225)	(47,247)	(7,767)	(55,014)
Reconciliation of funds:							
Total funds brought forward		1,541,097	8,855	1,549,952	1,588,344	16,622	1,604,966
Total funds carried forward	13	1,507,021	7,706	1,514,727	1,541,097	8,855	1,549,952


Morningside United Church

Balance Sheet as at 31 December 2020

		Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	2019 Total Funds £
	Note				
Fixed Assets:					
Tangible assets	8	1,123,400	-	1,123,400	1,126,600
Investments	9	343,565	4,563	348,128	401,525
Total Fixed Assets		<u>1,466,965</u>	<u>4,563</u>	<u>1,471,528</u>	<u>1,528,125</u>
Current Assets					
Debtors	10	1,437	-	1,437	4,907
Cash at bank and in hand		<u>41,650</u>	<u>3,143</u>	<u>44,793</u>	<u>18,530</u>
Total Current Assets		<u>43,087</u>	<u>3,143</u>	<u>46,230</u>	<u>23,437</u>
Liabilities					
Creditors falling due within one year	11	3,031	-	3,031	1,610
Net Current Assets		<u>40,056</u>	<u>3,143</u>	<u>43,199</u>	<u>21,827</u>
Total Assets less current liabilities		<u>1,507,021</u>	<u>7,706</u>	<u>1,514,727</u>	<u>1,549,952</u>
The funds of the charity:					
Unrestricted income funds		1,507,021	-	1,507,021	1,541,097
Restricted income funds		-	7,706	7,706	8,855
Total charity funds	13	<u>1,507,021</u>	<u>7,706</u>	<u>1,514,727</u>	<u>1,549,952</u>

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

The accounts were approved by the Congregational Meeting on 28 March 2021 and signed on their behalf by


Matthew Stubbs Session Clerk


Lesley Donald Treasurer

Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2020

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 and assessment of going concern

The financial statements are prepared in compliance with FRS102, in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts under FRS102, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note to these accounts. The accounts are prepared on a going concern basis as the Trustees consider that there are no material uncertainties about the Church's ability to continue as a going concern.

The Charity is a public benefit entity.

Basis of financial statements

The financial statements have been prepared on an accruals basis.

Funds structure

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

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.

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.

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.

Income recognition

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.

Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis.

Charitable activities

The expenditure on charitable activities includes grants made, governance costs and support costs as shown in the notes.

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.

Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2020

Tangible fixed assets and depreciation (continued)

The only item where depreciation is allowed for is against the cost of the refurbished church kitchen over a period of 10 years. Church property including linked halls and flat 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. Historic cost information is not available. 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. Property values should be reviewed on a regular basis of no greater than five years. A full revaluation was applied in 2014 and the values are still considered by the Trustees to be applicable for both 2019 and 2020.

All Furniture and equipment costing in excess of £2,000 having a value to the Church of greater than one year, other than those acquired for specific purposes, are capitalised. No other assets other than the refurbished kitchen noted above are currently capitalised.

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.

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 2020

	Unrestricted Funds £	Restricted Funds £	2020 Total £	Unrestricted Funds £	Restricted Funds £	2019 Total £
Note						
2 Donations and legacies						
Freewill offering /standing order	18,134	-	18,134	15,551	-	15,551
Open plate	2,137	-	2,137	8,249	-	8,249
Tax recovered on Gift Aid	7,871	325	8,196	6,926	113	7,039
Other donations	4,452	2,800	7,252	3,160	1,673	4,833
Legacies	-	-	-	-	-	-
	<u>32,594</u>	<u>3,125</u>	<u>35,719</u>	<u>33,886</u>	<u>1,786</u>	<u>35,672</u>
3 Charitable Activities						
Christian Aid income	-	1,019	1,019	-	18,968	18,968
Use of Premises	8,531	-	8,531	34,278	-	34,278
Flat and office rental	16,062	-	16,062	18,688	-	18,688
Collections for 3rd parties	-	841	841	-	3,006	3,006
HMRC CVJR	2,957	-	2,957	-	-	-
Council Tax refund	-	-	-	462	-	462
LPW VAT reclaim	1,418	-	1,418	12,944	1,556	14,500
	<u>28,968</u>	<u>1,860</u>	<u>30,828</u>	<u>66,372</u>	<u>23,530</u>	<u>89,902</u>
4 Investments						
Investment income	9,240	171	9,411	15,265	239	15,504
Deposit interest	4	-	4	96	-	96
	<u>9,244</u>	<u>171</u>	<u>9,415</u>	<u>15,361</u>	<u>239</u>	<u>15,600</u>

Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2020

5 Analysis of Expenditure

	Unrestricted Funds £	Restricted Funds £	2020 Total £	Unrestricted Funds £	Restricted Funds £	2019 Total £
Raising Funds						
Investment Manager Fees	2,300	-	2,300	2,112	-	2,112
	<u>2,300</u>	<u>-</u>	<u>2,300</u>	<u>2,112</u>	<u>-</u>	<u>2,112</u>
Charitable Expenditure						
Ministries and Mission contributor	44,260	-	44,260	46,678	-	46,678
Minister's Expenses	4,531	-	4,531	4,930	-	4,930
Pulpit Supply	-	-	-	441	-	441
Council Tax and Insurance	6,267	-	6,267	10,631	-	10,631
Other salary costs 6	9,552	-	9,552	9,946	-	9,946
Fabric Repairs & Maintenance	17,595	-	17,595	4,107	-	4,107
Other Buildings Costs	6,150	-	6,150	11,009	-	11,009
Planned property alterations	-	-	-	126,432	9,174	135,606
Church Office Expenses	1,708	-	1,708	1,455	-	1,455
Organ, piano, music & licences	1,008	480	1,488	535	395	930
Other expenses	2,088	1,190	3,278	5,192	580	5,772
Christian Aid donation & expenses	-	989	989	-	19,025	19,025
Other donations	-	3,752	3,752	-	4,392	4,392
Independent Examination	840	-	840	960	-	960
Depreciation	3,200	-	3,200	3,200	-	3,200
	<u>97,199</u>	<u>6,411</u>	<u>103,610</u>	<u>225,516</u>	<u>33,566</u>	<u>259,082</u>
Total	<u>99,499</u>	<u>6,411</u>	<u>105,910</u>	<u>227,628</u>	<u>33,566</u>	<u>261,194</u>

6 Analysis of Staff Costs

	2020 total £	2019 total £
Salaries and wages	9,414	9,685
Social Security Costs	138	261
	<u>9,552</u>	<u>9,946</u>
	2020 total No	2019 total No
Office personnel	1	1
Music personnel	1	1
Premises Maintenance	1	1
	<u>3</u>	<u>3</u>

No employee received total employee benefits in excess of £60,000 (2019 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 treated as an additional allowance for URC purposes. For the year under review the minimum Church of Scotland stipend was £28,137 and the maximum stipend (in the tenth and subsequent years) £34,577.

Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2020

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 £4,531 (2019 - £4,930).

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 £3,700 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

Cost / Valuation	Buildings £	Equipment £	Total £
At 1 January 2020	1,120,200	32,000	1,152,200
At 31 December 2020	1,120,200	32,000	1,152,200
Accumulated Depreciation			
At 1 January 2020	-	25,600	25,600
Charge for year	-	3,200	3,200
At 31 December 2020	-	28,800	28,800
Net Book Value			
At 31 December 2020	1,120,200	3,200	1,123,400
At 31 December 2019	1,120,200	6,400	1,126,600

9 Investments

	2020 £	2019 £
Market value at 1 January	401,525	449,349
Additions	171,380	23,476
Disposal	(219,684)	(136,306)
Realised gains / loss on investments	(2,638)	8,727
Unrealised gain / (loss) on investments	(2,639)	56,195
Movement in cash held by AJ Bell Securities	184	84
Market value at 31 December	348,128	401,525
Cost of Investments held	311,620	332,035

The following investments are held:

Stocks held by AJ Bell Securities and managed by Save and Invest in ten funds.
Six funds were held at start of year, sold and reinvested in ten 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 2020

10 Debtors

	Unrestricted Funds £	Restricted Funds £	2020 Total £	Unrestricted Funds £	Restricted Funds £	2019 Total £
Hall lets	180	-	180	2,455	-	2,455
Other	1,257	-	1,257	2,452	-	2,452
	<u>1,437</u>	<u>-</u>	<u>1,437</u>	<u>4,907</u>	<u>-</u>	<u>4,907</u>

11 Creditors

	Unrestricted Funds £	Restricted Funds £	2020 Total £	Unrestricted Funds £	Restricted Funds £	2019 Total £
Accruals	1,541	-	1,541	-	-	-
Other Creditors	1,490	-	1,490	1,610	-	1,610
	<u>3,031</u>	<u>-</u>	<u>3,031</u>	<u>1,610</u>	<u>-</u>	<u>1,610</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 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>

13 Movements in Funds

	At 1 Jan 2019 £	Income £	Expenditure £	Gain (loss) Invest £	Transfers £	At 31 Dec 2019 £
Unrestricted funds						
General Fund	-	113,507	222,316	-	112,843	4,034
Designated Assets fund	1,129,800	-	3,200	-	-	1,126,600
Designated Legacy Fund	458,544	2,112	2,112	64,749	112,830	410,463
	<u>1,588,344</u>	<u>115,619</u>	<u>227,628</u>	<u>64,749</u>	<u>13</u>	<u>1,541,097</u>
Restricted funds						
Education Fund	4,439	172	580	185	-	4,216
Minister's discretion Fund	1,428	1,853	1,386	72	587	2,554
Dementia Fund	412	-	-	-	-	412
Donation Fund	-	3,006	3,006	-	-	-
Property Alteration Fund	7,618	1,556	9,174	-	-	-
Music Fund	1,760	-	395	-	-	1,365
Christian Aid Fund	965	18,968	19,025	-	600	308
	<u>16,622</u>	<u>25,555</u>	<u>33,566</u>	<u>257</u>	<u>(13)</u>	<u>8,855</u>
Total funds	<u>1,604,966</u>	<u>141,174</u>	<u>261,194</u>	<u>65,006</u>	<u>-</u>	<u>1,549,952</u>

Morningside United Church

Notes to the Financial Statements for the year ended 31 December 2020

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 provision of occasional extra musical support for worship
Christian Aid Fund	For Christian Aid fundraising activities. Holy Corner Churches Committee organise and run the book sale, included in income and expenditure in these accounts.
Donation Fund	For collections for third parties (personal and charitable)
Property Alteration Fund	For donations to fund planned alterations to the Church buildings (now expended and fund closed).

14 Analysis of Net Assets Among Funds

	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	<u>1,507,021</u>	<u>7,706</u>	<u>1,514,727</u>

	Unrestricted £	Restricted £	Total £
Fixed Assets	1,126,600	-	1,126,600
Investments	395,562	5,963	401,525
Current Assets	20,545	2,892	23,437
Current Liabilities	(1,610)	-	(1,610)
Net assets at 31 Dec 2019	<u>1,541,097</u>	<u>8,855</u>	<u>1,549,952</u>

15 Collections for Third Parties

	2020 £	2019 £
Eric Liddell Centre Dementia Day Care	267	-
Salvation Army Gorgie Foodbank	412	-
Fair trade foundation	161	278
Rev Annie Kapinda (Malawi)	-	1,470
St Catherine's Convent Homeless Project	-	281
Who cares Scotland	-	203
Epilepsy Scotland	-	203
Patch Scotland	-	286
Handicap International	-	285
	<u>840</u>	<u>3,006</u>