

**The Parish Church of St. Michael the Archangel
Shalfleet, Isle of Wight**

**Annual Report
and
Financial Statements
of the**

**Fabric Restoration Charitable Trust.
("The Trust")
Charity Registration Number: 1072825**

For the year ended 31 December 2022

Bankers:

Lloyds Bank plc
22 St Thomas's Square
Newport
Isle of Wight
PO30 1SQ

Independent Examiner:

Clare Gordon
19, Ensign Close
Cowes
PO31 7UZ

Report of the Trustees 2022

Mr N Oulton, appointed 2016, Chairman from November 2017

Mr R Powell, Treasurer, appointed 2016

Miss C Sutherland, appointed 2006

Mr H Blacksell, appointed 2020

Mrs Prue Osborne, Secretary, appointed 2013

The Trustees have pleasure in presenting their annual report for the period 1 January 2022 to 31 December 2022.

Formation and Registration as a Charity:

The Trust, commonly known as “Shalfleet Church Restoration Trust”, was formed by Deed on 23 November 1998 and as amended by resolutions dated 28/03/2001, 26/04/2004, 24/04/2006, and 14/05/2012. The Trust was registered as a charity (Number: 1072825) with the Charity Commission for England and Wales on 7 December 1998.

Objects:

The objects of the Trust are to advance the Christian religion through the maintenance, repair, restoration, preservation, improvement, beautification and reconstruction of the fabric of **The Parish Church of St. Michael the Archangel, Shalfleet, Isle of Wight**, its monuments, fixtures, fittings, furniture, stained glass, ornaments and other chattels and its churchyard including the lands upon which they stand, and which are owned by the church.

Treasurer's Report

The Lloyds account on 31st December 2022 stood at £4,884. All claims for VAT recovery and Gift Aid have been received and a cheque for £288.25 was sent to the bank for last year's Ride and Stride. Many thanks to all supporters and Riders/Striders who ventured to distant parts of the Island.

The income from 'planned giving' and the collection box was increased from 2021. The Friends Group donations were also increased.

The return on our investments was very poor, with a reduction in the overall funds of around £10,000, although this includes £4,000 transferred to the bank account. To put this into perspective the fund increased by £11,000 last year and £6,000 the previous year.

The available funds in the investments decreased more sharply as the protected element increased sharply due to the higher rate of inflation (the average RPI was 13.8%). The protected element of our investments is increased by the RPI annually to ensure that the real value of our capital is maintained.

The total funds carried forward to 2023 was £70,079.

Fundraising

We have installed a Payaz electronic donations system in the church that allows visitors to simply donate money to the Fabric Trust or the PCC. The intention is to leave the default recipient as the Fabric Trust from Monday to Saturday and then change this to the PCC for Sunday. Some instructions on how to do this need to be provided to the people responsible for opening and locking the church. The system is relatively easy to use, although it is quite an involved process to apply Gift Aid to the donation and if entries are not exactly correct, the 'pop-up' keyboard remains displayed and the user has some trouble escaping from this. This needs to be investigated.

Ongoing Maintenance and Churchyard

Following the completion of the Windows Restoration project, apart from the ever present

roofing issues, there are no major concerns about the church structure at present. The issue of heating the church has been raised, the under-pew heaters seem to be rather ineffectual, is it worth looking at installing some small radiant heaters at the front of the pews to provide more direct heat?

We intend to trim the grass in a similar way to last year. It has been suggested that we should consider keeping the grass in the field shorter this year. The cost of the haymaking increased to £156 last year due to the cost of fuel and VAT. The volunteers cutting the grass are happy to mow the whole area, should we consider this sensible.

Working with the School

There has been some contact with Shalfleet School about projects in the churchyard. We have proposed that we arrange a meeting to discuss this so we can decide if there is a way forward.

Accounts

Detailed accounts as required by the Charities Act 1993, section 42(3), have been prepared on the receipts and payments basis. These are attached hereto at pages 4 to 7.

Audit:

Under the provisions of the Charities Act 1993, Section 43 allows the appointment of an Independent Examiner. This role was carried out by Clare Gordon for the 2022 accounts.

Retirement and Election of Trustees:

The Trust Deed provides for the Trustees to be appointed each year at the Annual General Meeting of the Trust, which shall be held immediately before the Annual General Meeting of the PCC.

Activities and Interests of the Trustees:

The Trustees give their time freely. None of the Trustees or their near relatives has received any pecuniary benefit from the Trust. Any out of pocket expenditure on behalf of the Trust has been refunded against written receipted evidence.

Signed by Mr N Oulton
Trustee and Chairman of the Trustees

Mr R. Powell
Trustee and Treasurer

**ST. MICHAEL THE ARCHANGEL, SHALFLEET, ISLE OF WIGHT FABRIC RESTORATION
CHARITABLE TRUST**

Independent Examiner's Report to the Trustees of Shalfleet Isle of Wight Fabric Restoration Fund

I report on the accounts for the year ended 31 December 2022.

Respective Responsibilities of the Trustees and Independent Examiner

The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the General Directions given by the Charity Commissioners section 145 (5) (b) of the 2011 Act; and
- state whether particular matters have come to my attention.

Basis of Independent Examiner's Statement

My examination was carried out in accordance with the General Directions given by the Charity Commission.

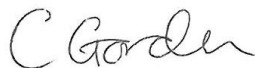
An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the management committee concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in a full audit, and consequently I do not express an audit opinion on the accounts.

Independent Examiner's Statement

In connection with my examination, no matters have come to my attention

1. which give me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with s.130 of the 2011 Act; or
 - to prepare accounts which accord with those accounting recordshave 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.

Clare Gordon 03.05.23



The Parish Church of St. Michael the Archangel, Shalfleet, Isle of Wight Fabric Restoration
Trust

Charity Registration Number 1072825

Accounts for the year ended 31 December 2022

<u>STATEMENT OF FINANCIAL ACTIVITIES</u>				2022		2021
	General Funds	Restricted Funds	Total			Total
Incoming Resources						
General Income						
Planned Giving and Collection Box	£ 1,185	£ -	£ 1,185			£ 909
Donations	£ 1,370	£ -	£ 1,370			£ 10,875
Net Gift Aid and VAT received in current year	£ 6,440	£ -	£ 6,440			£ 10,992
Friends Group donations	£ 1,045	£ -	£ 1,045			£ 855
Income from activities generating funds						
Events, Sales and Fayres	£ 1,682	£ -	£ 1,682			£ -
Grants	£ -	£ -	£ -			£ 22,502
Income from Investments						
Investment growth for current year	-£ 16,428	£ 5,820	-£ 10,609			£ 11,312
Investment growth for previous years	£ -	£ -	£ -			-
Change in available Funds over the year.						
Transfers to/from Accumulation Fund	-£ 12,428	£ -	-£ 12,428			£ 10,246
Total Incoming Resources	-£ 17,136	£ 5,820	-£ 11,316			£ 67,692
Resources Expended						
Building Maintenance Expenses						
Routine Maintenance	£ 2,275	£ -	£ 2,275			£ 1,968
Capital repairs and reinstatements	£ 30,393	£ -	£ 30,393			£ 36,338
Reports and Surveys to support applications	£ -	£ -	£ -			£ -
Transfers to/from Accumulation Fund	-£ 16,428		-£ 16,428			£ 10,246
General Costs						
Administration	£ -	£ -	£ -			£ 92
General Operational Costs	£ 105	£ -	£ 105			£ 10,934
Total Resources expended	£ 16,344	£ -	£ 16,344			£ 48,218
(Deficit)/Surplus of Income over expenditure	-£ 33,480	£ 5,820	-£ 27,660			£ 8,114
Total Funds brought forward	£ 55,690	£ 42,049	£ 97,739			£ 89,624
Total Funds carried forward	£ 22,210	£ 47,869	£ 70,079			£ 97,739

The Parish Church of St. Michael the Archangel, Shalfleet, Isle of Wight Fabric Restoration Trust

Charity Registration Number 1072825

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**The Parish Church of St. Michael the Archangel, Shalfleet, Isle of Wight
Fabric Restoration Charitable Trust.
("The Trust")**

Accounts for the year ended 31 December 2021

Notes to the Accounts:

1. Accounting Policies.

(a) Basis of Accounting

The accounts have been prepared on the receipts and payments basis. Income, including donations, grants, VAT refunds and Gift Aid, is reported when it is received into the bank account and costs are reported when invoices are settled.

(b) Trust Funds

Donations received for specific purposes are shown as Restricted Funds. Where the cost of specific work exceeds the appropriate portion of the Restricted Funds, the shortfall is met out of General Funds.

(c) Tax reclaimable

All tax reclaimed under the Inland Revenue Gift Aid Scheme or through recovery of VAT for approved works is included under Incoming Resources when the money is received into the Trust's bank account.

(d) Investment Fund

The annual increase (or decrease) in value of the shares in the CCLA fund is reported in both General and Restricted Funds. The value of the Restricted Fund is increased annually by applying the average annual Retail Price Index to the value of the Capital element. If the increase in the fund is greater than the RPI, then the difference is reported under General Funds. Withdrawals are only made from the General on an 'as needed' basis. All additions to and withdrawals from the investment fund are reported under 'Change in available Funds over the year'.

(e) Value Added Tax

The Trust is not able to reclaim Value Added Tax incurred on the purchase of goods and services. However, VAT is able to be reclaimed on certain maintenance of the Fabric costs.

2. Repair Commitments

The trust has entered into contracts estimated to amount to £28,000 for the renovation of the east window in the southern aisle. These works should be completed in 2022.

3. Contingent Liabilities

Under the terms of the English Heritage grant, The Trust undertook a liability for the maintenance of the Church for ten years from the completion of the relevant works in 2003. Although this has now expired appropriate maintenance will be continued.