

Finance Report – PCC September 2017

Introduction

This report is to serve two purposes.

Firstly it will update the PCC on the church financial position as at 31 July 2017.

Secondly it presents a brief update of the likely overall financial position by the end of 2019 taking account of recent PCC decisions. It is not a budget, that will be presented to the next PCC at the next meeting. It is merely aimed at giving a simple view of where the church will be in a little over two years time based on the best information at present.

Finance statement as at 31 July – attached as XL file

The trajectory is heading in the same the significant variations being staff salaries which will underspend and buildings which have overspent.

A few explanations

Income is holding well and at current trends will be very close to that estimated. Looking at the statement in the “voluntary giving” lines you will see that Gift Aid Tax Reclaim is below estimate. This is simply due to a number of members having elected to give via the Parish Giving scheme and the tax reclaim is gathered through that system, hence All Giving/Donations being higher. For next year onwards this will be adjusted to give better comparison.

Salaries have reduced and this will be more seen more significantly in budget paper to be presented at the next PCC. There has been some offset to the reduction through the employment of temporary support.

The situation relating to buildings is now much clearer as most of the bills have now been paid and demonstrates the cost of keeping our buildings in a good state of repair, which is essential.

Medium Term Financial Situation

Whilst the time to consider our financial position for the current and next year will be at the next meeting when the budget for 2018 will be considered I feel it will be useful for members of the PCC to have a feel as to how the overall situation is heading. This takes account of decisions made at the last PCC and a much better understanding of the costs relating to buildings.

The table below gives a summary for 3 years.

In developing this a number of assumptions have been made: -

Income will increase 2% each year.

Costs will increase by 3% each year.

The appointments as agreed will be made on the expected dates.

An increased provision has been made in respect of buildings

	2017	2018	2019
	£	£	£
Income	199,250	203,250	207,500
Expenditure	231,750	238,000	278,000
Net	-32,250	-34,750	-70,500
Bank Balance	127,250	93,000	22,500

Please contact me if you would like any further explanations.

John Taylor

Treasurer