

Newcastle Diocesan Board of Finance Financial Statements 2021 – Summary Information

Note by the Finance Manager

1. Introduction to this summary report

The Newcastle Diocesan Board of Finance (**NDBF**) has prepared statutory financial statements which have been externally audited and the audit report was unqualified. The trustees' annual report and financial statements were approved on 25 April 2022 by the Bishop's Council and Board of Finance who are the trustees of the charity.

The statements will be submitted to the Charity Commission and Companies House in due course.

The statements are available on the Diocesan website (www.newcastle.anglican.org/synod) and hard copies are available on request from the Finance Team at Church House (0191 270 4100).

Key figures from the financial statements are set out in the charts included in this summary report of the financial statements.

If you require any further information or have any questions on the financial statements please contact Philip Ambrose, Finance Manager at Church House either by phone 0191 270 4100 or email p.ambrose@newcastle.anglican.org

2. Key Points

a) Surplus for the year

The financial statements report a surplus of **£606k** on unrestricted and designated funds. It is important to note the one-off items amounting to £599k which have significantly contributed to this surplus. Accounting rules require these one-off items to be reported as part of the surplus for the year. When we adjust for these one-off items the underlying surplus is **£7k**.

The 'one-off' amounting to £599k are as follows:

- | | |
|---|-------|
| • Surplus on sale of properties | £320k |
| • Reduction in clergy pension liability | £198k |
| • Lowest Income Communities Fund to be used in future years | £ 81k |

b) 2021 Parish Share receipts

- Parishes contributed **£3.922million** (this includes £20.3k received in early 2022).
- The total Parish Share offered for 2021 was **£3.910million**.

An additional £12k was received over and above the amount offered. The Board of Finance is thankful for the financial commitment of parishes to support Parish Share in 2021, especially in light of the continuing coronavirus restrictions and challenges.

The Budget for 2021 was based on the Parish Share request for 2020, which was £4.49million. The total offered as Parish Share from parishes came to £3.922 million which left a funding gap of £572k. This was met from a Diocesan Contingency Fund which was resourced by a contribution of £498k from the National Church Sustainability Fund and £74k of diocesan funds from the proceeds of property sales.

c) Movement in cash during 2021

- Cash at the start of 2021 £2.938million
- Cash at the end of 2021 £3.998million
- So during 2020 cash increased by £1.060million

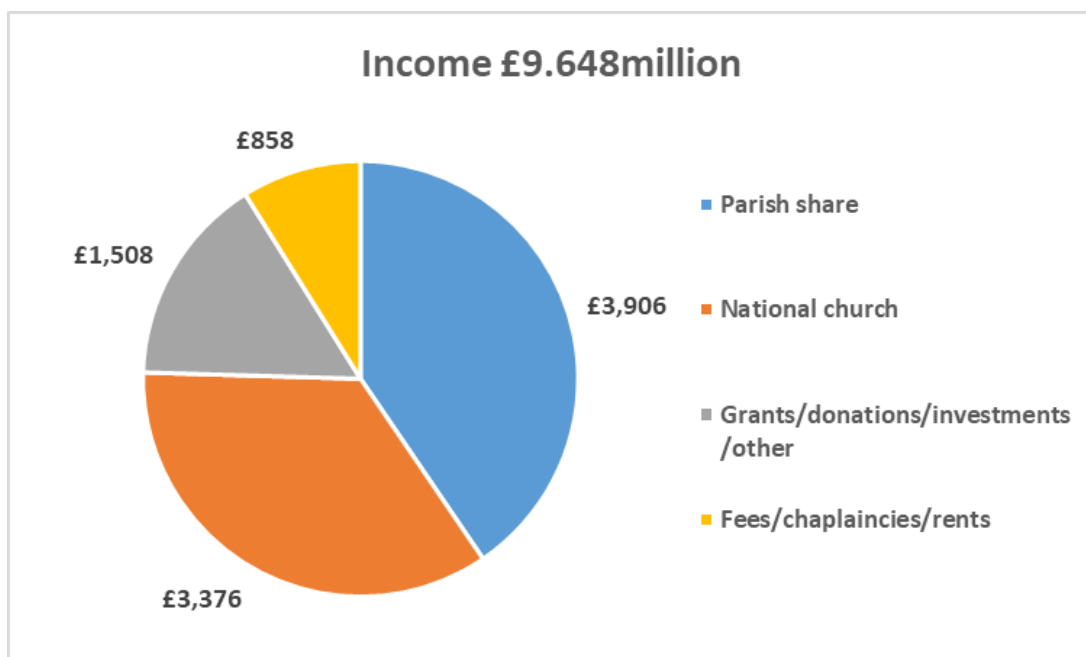
Key reasons for this are:

- Receipts from property sales £1.601million
- **LESS** use of sustainability funding carried forward from 2020 £0.498million
- **LESS** use of other grant funding carried forward from 2020 £0.159million
- **PLUS** other changes £0.116million

3. Income in 2021

The Board received income which came to £9.648million.

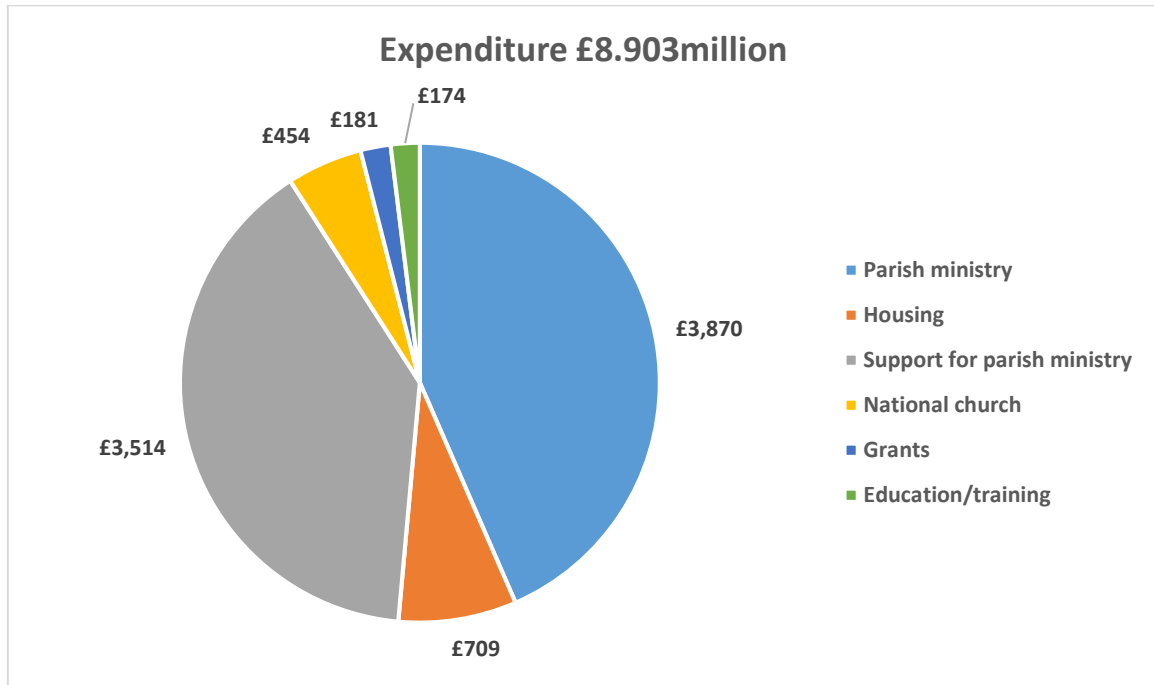
The chart below sets out where the income came from.



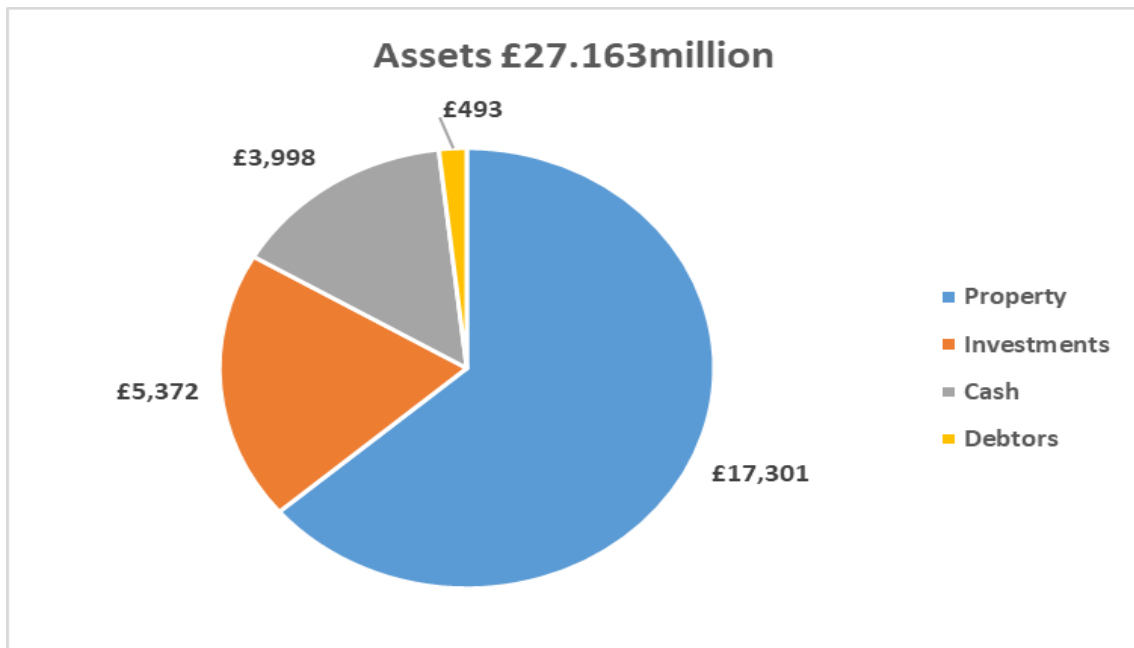
4. Expenditure in 2021

In 2021, the Board's expenditure totalled £8.903million.

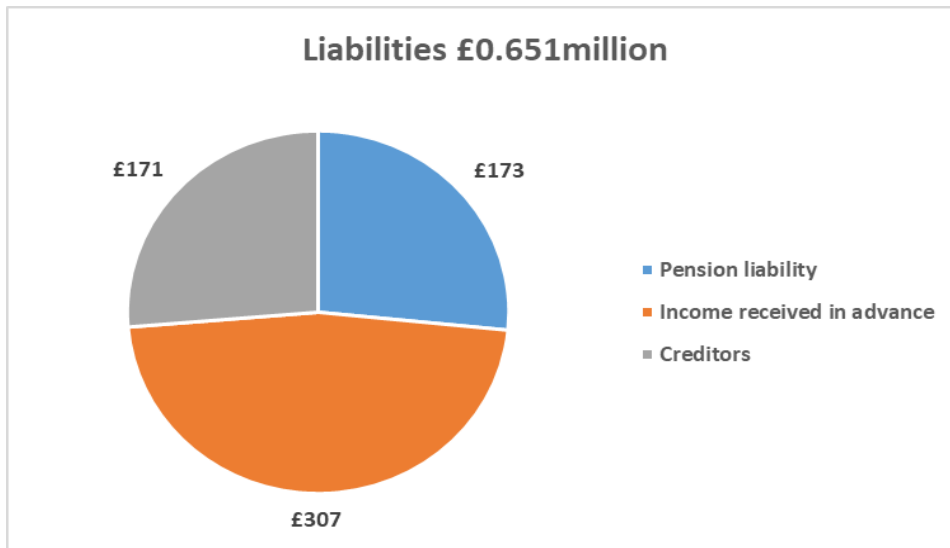
The chart below sets how the areas of expenditure.



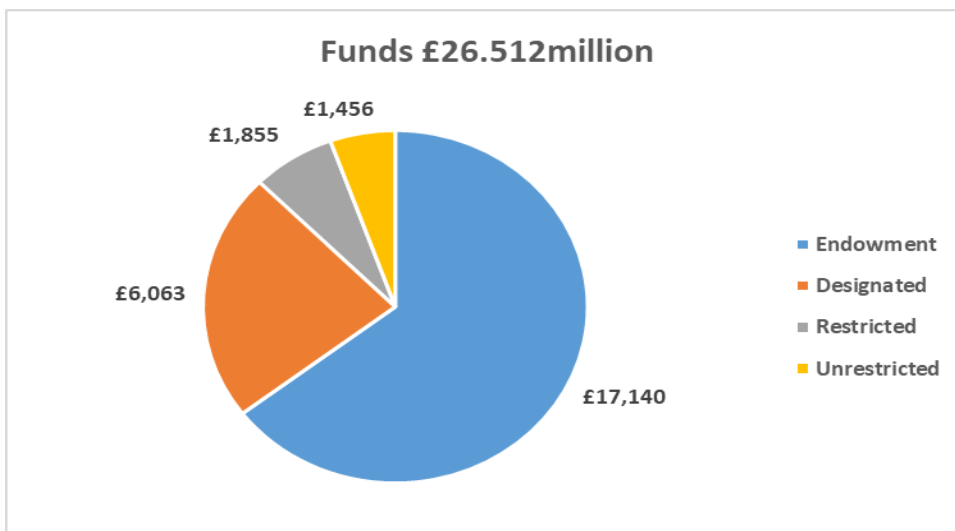
5. NDBF Assets are £27.163million



6. NDBF Liabilities are £0.651million.



7. NDBF Funds are £26.512million.



8. How is Parish Share being spent in 2022?

The chart below shows how each £1 of Parish Share will be spent in 2022.

