

Congregation No: 010039

Scottish Charity No: SC003565

**CHURCH OF SCOTLAND
ST. GILES' CATHEDRAL**

CONSOLIDATED ANNUAL REPORT AND ACCOUNTS

For the year ended 31 December 2020

ST. GILES' CATHEDRAL

CONSOLIDATED ANNUAL REPORT AND ACCOUNTS

For the year ended 31 December 2020

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ST. GILES' CATHEDRAL

TRUSTEES' CONSOLIDATED ANNUAL REPORT and ACCOUNTS

Year ended 31 December 2020

The Trustees of St. Giles' Cathedral ("St Giles" or the "Parent") present the consolidated annual report and accounts for St Giles' for the year ended 31 December 2020 incorporating the accounts of the St. Giles Cathedral Renewal Appeal Trust (a separate charity – No. SC007126) and St. Giles Luckenbooths Limited, a wholly owned subsidiary of St. Giles'. The accounts have been prepared in accordance with the Statement of Recommended Practice – Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

Objectives and Activities

The Church of Scotland is Trinitarian in doctrine, Reformed in tradition and Presbyterian in polity. It exists to glorify God and to work for the advancement of Christ's Kingdom through the world. As a national Church, it acknowledges a distinctive call and duty to bring the ordinances of religion to the people in every parish of Scotland through a territorial ministry. It co-operates with other churches in various ecumenical bodies in Scotland and beyond.

St Giles' Cathedral seeks to fulfil the aims expressed in the first paragraph and to respond to the wishes of many thousands of people who visit the Church as tourists/pilgrims and for worship, private and public, on regular occasions on Sundays and weekdays, for recitals of music and for special services – commemoration, military, the Order of the Thistle, anniversaries and other.

Achievements and Performance

For nearly 900 years, St. Giles' has offered to the citizens of Edinburgh opportunities for Christian worship. The building has also housed, at differing times, councils and parliaments of city and nation and general assemblies of the Church. As the central public building of the city and nation for many centuries, St. Giles' has an importance and attraction which has called for careful maintenance and sensitive development. Over the past forty five years a programme of renewal has put the roofs, walls, lighting and interior finishes in good condition.

Financial Review

The consolidated accounts bring together the accounts of St. Giles', St. Giles Cathedral Renewal Appeal Trust and St. Giles Luckenbooths Limited.

The Cathedral's finances have been severely damaged by the COVID Pandemic. Twice during 2020 we followed Scottish Ministers' orders to close our doors to both worshippers and visitors; for some weeks between these lockdowns we were allowed to conduct Sunday worship with severe restrictions on congregational numbers and style of worship. The visitor income and profits from the Gift Shop we enjoyed in 2019 have been decimated by these restrictions. Inevitably, the impact of these worshipping restrictions and closures have had a significantly negative impact on our finances.

During the year, however, we received a donation of £100,000 from Sir Angus Grossart into our Covid Recovery Restricted Fund to Replace Visitor Income with a challenge to the congregation to match this generous gesture. By the end of 2020 we had secured pledges in excess of £100,000 of which £30,000 had been redeemed. Hence a total of £130,000 will be seen as Restricted Income in our Consolidated Statement of Financial Activities; the balance of monies raised will be accounted for in 2021 (see Outlook for 2021 on page 4).

Total consolidated income amounted to £932,318 (2019: £1,227,046). Total expenditure amounted to £1,052k compared with £1,129k in 2019. The deficit in 2020 amounted to £119,893 compared with a surplus of £98,159 in 2019, and after net losses on investment and heritable property assets, a deficit of £179,074 compared with a surplus of £409,505 in 2019. The decrease in income of £295k in 2020 arose mainly from a substantial reduction in visitor income, offset by an increase in donations from 2019 with significant gift-aided donations to the Renewal Appeal Trust as noted overleaf.

In 2020 we benefited from the government's Coronavirus Job Retention Scheme (Furlough Grants) which enabled staff retention. We were also able to draw down some funds from the Church of Scotland General Trustees towards insurance costs as shown in the Statement of Finance Activities on page 12.

ST. GILES' CATHEDRAL

TRUSTEES' CONSOLIDATED ANNUAL REPORT and ACCOUNTS (continued)

Year ended 31 December 2020

The total funds in hand at the end of the year amounted to £5.9m (2019: £6.1m). Of this sum, £3.3m is attributable to unrestricted funds which includes the incorporation of four properties owned by St. Giles' at a valuation of £3.12m. Restricted funds and endowment funds amounted to £695k and £1.866m respectively.

The consolidated balance sheet shows fixed assets of £1.7m (2019: £1.7m) and investments at valuation of £3.2m (2019 - £3.2m). Net current assets decreased by £90k year on year. The total bank and cash and short term deposits at the end of the year amounted to £1.1m (2019: £1.1m). At the end of 2020, £188k of unrestricted assets was available towards the running of the Cathedral.

St. Giles' Cathedral

The total income amounted to £637,033 in 2020 compared with £1,210,873 in 2019. Donations and legacies amounted to £316,658 (2019 - £298,979). Legacies of £14,832 were received in 2020 (2019 - £44,217). Other trading activities (visitor and shop income and income from the use of the Cathedral) decreased from £725,743 in 2019 to £98,925 in 2020 due to the impact of COVID-19 on visitor numbers.

Total expenditure in 2020 amounted to £865,155 compared with £1,062,064 in 2019.

Overall in 2020, there was a net decrease in income over expenditure of £228,122 (2019: an increase of £148,809). After taking account of net gains on investment and heritable property assets, the net decrease in funds in 2020 amounted to £287,303 compared with a net increase in funds of £460,154 in 2019.

St Giles Cathedral Renewal Appeal Trust

Significant gilding and painting works were undertaken during the year. This required parts of the Cathedral to be closed; the enforced closure due to the COVID Pandemic allowed the work to proceed smoothly all within Scottish Government COVID working guidelines. The work was funded by donations to the Wood Fund; the work continues into 2021. A Testimonial Stele was commissioned from Alexander Stoddart to commemorate the long and distinguished ministry of the Very Reverend Gilleasbuig Macmillan KCVO FRSE DD. Funds were donated for this purpose during 2019, the work being completed in 2020

During the year, income totalled £295,285 compared with £16,172 in 2019. The direct costs incurred during the year amounted to £183,358 (2019- £62,629). The cost of raising funds and the costs of management, administration and governance amounted to £3,697 (2019- £4,194) which gave a total expenditure for the year of £187,055 (2019 - £66,823). At the end of the year, total funds carried forward amounted to £217,882 (2019 - £109,652).

Outlook for 2021

The ongoing Covid Pandemic restrictions to Cathedral life continue to depress our financial position. As mentioned in the Financial Review, Sir Angus Grossart donated £100,000 to the Covid Recovery Restricted Fund to Replace Visitor Income in 2020. At the time of writing, we have reached a total of some £300,000, £130,000 of which has been taken into 2020's financial statements. In March 2021 we also received a grant of £150,000 from Scottish Ministers to assist our financial recovery from the COVID Pandemic until we are able to reopen to visitors and to continue to carry out our national and civic role. We eagerly await the restoration of normal worship, the return of visitors and the stabilising of our rental income.

Investment Policy and Performance

The major investments held by St Giles' are managed by Brewin Dolphin Investment Managers. The investment objective is to achieve a balance between long term capital growth and the generation of income. The risk profile is that of a medium risk approach which corresponds to a diversified portfolio invested in a broad spread of equities including a proportion of fixed interest securities, cash and where appropriate, alternative readily realisable assets such as property and infrastructure funds. The performance is measured against the Brewin Dolphin Risk Level 6 Index.

In 2020 the total return on the portfolio was +1.2% as against the Benchmark of +3.8%. Since inception (2010) the total return was +100.4% compared with the Benchmark of +103.9%. The investments managed by Brewin Dolphin at the end of 2020 were valued at £1.4m (2019 - £1.4m).

ST. GILES' CATHEDRAL

TRUSTEES' CONSOLIDATED ANNUAL REPORT and ACCOUNTS (continued)

Year ended 31 December 2020

Risk Management

The Trustees have assessed the major risks to which the Charities are exposed and systems have been established to mitigate them. The principal risks and uncertainties are financial, and further details of income, expenditure, commitments and reserves levels are noted in the Financial Review and Reserves Policy sections of this Report. Comprehensive insurance is taken out annually for all major risks including buildings, contents, employers and third party liability.

Over the years, St Giles' has made a significant financial contribution towards the work of the Church through its Ministries and Mission ("M & M") contributions. The formula for the calculation of such contributions was agreed by the General Assembly. The formula includes a specific requirement to include income from fabric funds in ascertaining the income to be assessed. In St Giles' case, this element of the income is restricted income. It cannot be used to contribute to M & M and so income from unrestricted sources must be used to fill the gap. This has resulted in many hundreds of thousands of pounds of unrestricted income being used to cover the allocation of assessed restricted income over the last twelve or so years. Until 2014, it was possible to meet our M & M obligations in full but in 2015 and several later years, an insufficiency of unrestricted liquid funds available resulted in a shortfall in the contribution to M & M. The COVID Pandemic, referred to in the Financial Review, has caused St Giles', once again, to defer some of its M&M levy and at the time of writing, we are unable to meet the current monthly payments of our 2021 levy. When visitors return and when our rental income from our investment properties stabilises, we will increase our monthly payments.

The Trustees have made representations concerning the formula but, to date, there has been no change. A small congregation such as that of St Giles' cannot hope to meet its allocated contributions from congregational giving alone, while still maintaining a full programme of worship. Accordingly, the Trustees have taken steps to increase the income from tourist visitors to the Cathedral, and are actively examining ways in which this can be further increased.

Reserves Policy

It is the Trustees' policy, as far as St. Giles' Cathedral is concerned, to aim to hold reserves of approximately twelve months' expenditure under unrestricted funds. Six months' expenditure is the minimum which is considered desirable by the Church of Scotland. At the year end, unrestricted funds in the Cathedral amounted to £3.267m (2019: £3.605m) of which approximately £0.085m (2019: £0.4m) was cash readily available to cover ongoing expenditure, which equates to around 2 months' "normal" expenditure. St Giles' has substantial costs which it has to bear in relation to its operations, and maintaining and insuring a historic Listed Building which is open to the public all year round. The Trustees are aware of the need to raise funds and continue to look at various ways to increase funds and to contain or reduce costs to enable the Congregation to meet its commitments to worship, its employees and to make a reasonable contribution to central funds on an annual basis.

Plans for the Future

While the central mission of St. Giles' remains to be a vibrant worshipping community in the centre of Edinburgh, serving God and our neighbours, while welcoming hundreds of thousands of visitors into St. Giles' throughout the year, we are in a process of exploring more and new ways we can live into our call to serve the city, the nation and the world.

Building on current strengths such as developing our Heritage and Culture activities and our strong heritage in music programming, there is a keen sense of the need to be more open to children and families, not just on a Sunday but throughout the week. Growth areas include exploring campus ministries in the city in partnership with Presbytery and other churches; offering education and fellowship programming for the young adult age group and increased use of the Cathedral for arts events and exhibitions. To develop the Heritage and Culture activities of St Giles' the Kirk Session has formed a Scottish Charitable Incorporated Organisation with the name "The St Giles' Heritage and Culture SCIO" ("the SCIO") to take on the heritage and culture work of the Cathedral and to give it greater focus in order to deliver a better quality of visitor service and overall to contribute to and enhance the work of St Giles'. The SCIO has been incorporated, but as yet is not active.

ST. GILES' CATHEDRAL

TRUSTEES' CONSOLIDATED ANNUAL REPORT and ACCOUNTS (continued)

Year ended 31 December 2020

Plans for the Future (continued)

We have, also, an ongoing research project cataloguing and storing archival materials which are being held in various locations.

Structure, Governance and Management

Governing Document

The Congregation is administered in accordance with the terms of the quoad omnia constitution of a church and parish of the Church of Scotland.

Recruitment and Appointment of Trustees

Members of the Kirk Session are the Charity Trustees. The members of the Kirk Session are the Minister of the charge and the elders of the Church who are chosen from those members of the Church who are considered to have the appropriate gifts and skills.

Organisational Structure

The Kirk Session is chaired by the Minister and meets four times each year. Certain responsibilities are delegated to the Finance Committee, the General Committee and the Business Committee as appropriate. The Kirk Session is responsible for spiritual affairs within the Church. The Treasurer presents the Accounts annually to the Kirk Session for its approval.

Key Management Personnel Remuneration

The Trustees consider the Kirk Session as comprising the key management personnel of St Giles' in charge of directing and controlling the Charity and running and operating the Charity on a day to day basis. All Trustees give of their time freely. No trustee remuneration was paid in the year. Details of trustee expenses and related party transactions are disclosed in note 15 to the accounts.

ST. GILES' CATHEDRAL

TRUSTEES' CONSOLIDATED ANNUAL REPORT and ACCOUNTS (continued)

Year ended 31 December 2020

Reference and Administrative Information

Trustees

The Trustees who served during the year and up to the date of the signing of the accounts were:-

Principal Address

Charity Name:	St. Giles' Cathedral
Contact Address:	St. Giles' Cathedral, High Street, EDINBURGH EH1 1RE
Charity Registration Number:	SC003565
Congregation Reference No:	010039

Independent Auditor

Chiene + Tait LLP
Chartered Accountants & Statutory
Auditor
61 Dublin Street
EDINBURGH EH3 6NL

Bankers

Bank of Scotland
300 Lawnmarket
EDINBURGH EH1 2PH

Investment Advisors

Brewin Dolphin
Atria One
144 Morrison Street
EDINBURGH EH3 8BR

Year ended 31 December 2020

Trustees' Responsibilities in relation to the Accounts

The Trustees are responsible for preparing the Trustees' Report and the accounts 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 Trustees to prepare accounts for each financial year which give 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 these accounts, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities Statement of Recommended Practice;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the Charity's constitution.

The Trustees 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.

Approved by the Trustees and signed on their behalf,

10 May 2021

INDEPENDENT AUDITOR'S REPORT to the KIRK SESSION of ST GILES' CATHEDRAL

Opinion

We have audited the accounts of St Giles Cathedral (the 'charity') and its subsidiaries (the 'group') for the year ended 31 December 2020 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows and notes to the accounts, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the accounts:

- give a true and fair view of the state of the group's and the parent charity's affairs as at 31 December 2020, and of the group's and parent charity's incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the accounts section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the accounts is not appropriate; or
- the trustees have not disclosed in the accounts any identified material uncertainties that may cast significant doubt about the group's or parent charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the accounts are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the accounts and our auditor's report thereon. Our opinion on the accounts does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the accounts or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charity Accounts (Scotland) Regulations 2006 (as amended) require us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the accounts; or
- proper accounting records have not been kept; or
- the parent charity's accounts are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Respective responsibilities of Trustees

As explained more fully in the Trustees' Responsibilities Statement set out on page 8, the Trustees are responsible for the preparation of accounts which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, the trustees are responsible for assessing the group's and parent charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or the parent charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the accounts

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with regulations made under that Act.

Our objectives are to obtain reasonable assurance about whether the accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these accounts.

We gained an understanding of the legal and regulatory framework applicable to the charity and the industry in which it operates and considered the risk of acts by the charity which were contrary to applicable laws and regulations, including fraud. These included but were not limited to the Charity Accounts (Scotland) Regulations 2006 (as amended), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities SORP.

We focused on laws and regulations that could give rise to a material misstatement in the charity's accounts. Our tests included, but were not limited to:

- agreement of the account disclosures to underlying supporting documentation;
- enquiries of the trustees;
- review of minutes of trustee meetings throughout the period;
- review of legal correspondence or invoices, and
- obtaining an understanding of the control environment in monitoring compliance with laws and regulations.

There are inherent limitations in an audit of the accounts and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the accounts, the less likely we would become aware of it. We also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by the members that represented a risk of material misstatement due to fraud.

A further description of our responsibilities for the audit of the accounts is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

ST GILES' CATHEDRAL

INDEPENDENT AUDITOR'S REPORT to the KIRK SESSION of ST GILES' CATHEDRAL (continued)

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the group and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

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ST GILES' CATHEDRAL

CONSOLIDATED STATEMENT of FINANCIAL ACTIVITIES

Year ended 31 December 2020

	Note	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Endowment Funds 2020 £	Total 2020 £	Total 2019 £
Income and endowments from:						
Donations and legacies	7	172,115	439,787	40	611,943	315,152
Charitable activities	8	11,700	-	-	11,700	15,161
Other trading activities	9	98,925	-	-	98,925	725,743
Investments	10	54,114	6,876	43,109	104,099	170,990
Other income – General Trustees		17,980	-	-	17,980	-
Other income – Furlough grants		87,672	-	-	87,672	-
Total income	22	442,506	446,663	43,149	932,318	1,227,046
Expenditure on:						
Raising funds	11	206,978	257	7,669	214,904	344,207
Charitable activities	12	620,441	215,381	1,484	837,306	784,680
Total expenditure	22	827,419	215,638	9,153	1,052,210	1,128,887
Net (expenditure)/income before movements on investment assets		(384,913)	231,025	33,996	(119,893)	98,159
Gain on revaluation of Heritable Property		-	-	-	-	105,000
(Losses)/Gains on investment assets	22	(2,041)	(10,684)	(46,456)	(59,181)	206,347
Net income		(386,954)	220,340	(12,460)	(179,074)	409,506
Transfers between funds	22	50,300	(7,700)	(42,600)	-	-
Net movement in funds		(336,654)	212,640	(55,060)	(179,074)	409,506
Reconciliation of funds						
Total funds brought forward		3,660,090	482,678	1,920,861	6,063,629	5,654,123
Total funds carried forward	22	3,323,436	695,318	1,865,801	5,884,555	6,063,629

All the Charity's activities are continuing.

The notes on pages 16 to 28 form part of these accounts.

ST GILES' CATHEDRAL

CONSOLIDATED BALANCE SHEET

At 31 December 2020

		2020		2019	
	Note	£	£	£	£
Fixed Assets					
Tangible assets	16		1,670,000		1,670,000
Investments	17		3,150,074		3,238,785
			-----		-----
Total fixed assets			4,820,074		4,908,785
Current Assets					
Stocks		32,848		20,920	
Debtors	18	60,679		63,789	
Investments		472,001		276,440	
Cash at bank and in hand		641,202		868,459	
		-----		-----	
Total current assets		1,206,730		1,229,608	
Liabilities:					
Creditors: Amounts falling due within one year	19	(142,249)		(74,764)	
		-----		-----	
Net current assets			1,064,481		1,154,844
			-----		-----
Total net assets	20		5,884,555		6,063,629
			=====		=====
The consolidated funds of the charity:					
Endowment funds	22		1,865,801		1,920,861
Restricted income funds	22		695,318		482,678
Unrestricted funds	22		3,323,436		3,660,090
			-----		-----
Total consolidated charity funds			5,884,555		6,063,629
			=====		=====

The accounts were approved by the Kirk Session on 10 May 2021

The notes on pages 16 to 28 form part of these accounts.

ST GILES' CATHEDRAL

CHARITY BALANCE SHEET

At 31 December 2020

	Note	£	2020 £	£	2019 £
Fixed assets					
Tangible assets	16		1,670,000		1,670,000
Investments	17		3,150,174		3,238,885
			-----		-----
Total fixed assets			4,820,174		4,908,885
Current assets					
Stocks		32,848		20,920	
Debtors	18	87,271		175,848	
Investments		472,001		276,439	
Cash at bank and in hand		379,074		751,920	
			-----		-----
Total current assets		971,194		1,225,127	
Liabilities:					
Creditors: Amounts falling due within one year	19	(124,694)		(180,035)	
			-----		-----
Net current assets			846,500		1,045,092
			-----		-----
Total net assets	23		5,666,674		5,953,977
			=====		=====
The funds of the charity:					
Endowment funds	22		1,837,904		1,892,964
Restricted income funds	22		561,617		455,618
Unrestricted funds	22		3,267,153		3,605,395
			-----		-----
Total charity funds			5,666,674		5,953,977
			=====		=====

The accounts were approved by the Kirk Session on 10 May 2021

For and on behalf of
The Kirk Session

The notes on pages 16 to 28 form part of these accounts.

ST GILES' CATHEDRAL

CONSOLIDATED STATEMENT OF CASH FLOWS

At 31 December 2020

	Note	2020 £	2019 £
Net cash used in operating activities	26	(165,325)	(97,958)
Cash flows from investing activities:			
Interest and dividends		104,099	170,990
Purchase of investments		(255,446)	(123,183)
Proceeds from sale of investments		284,976	142,332
Net cash provided by investing activities		133,629	190,139
Change in cash and cash equivalents in the year		(31,696)	92,181
Cash and cash equivalent brought forward		1,144,899	1,052,718
Cash and cash equivalents carried forward		1,113,203	1,144,899

Analysis of Changes in Net Debt - Group

	2019 £	Cash flows £	Non-cash changes Finance leases	Other changes	2020 £
Long-term borrowings	-	-	-	-	-
Short-term borrowings	-	-	-	-	-
Total liabilities	-	-	-	-	-
Cash and cash equivalents	1,144,899	(31,696)	-	-	1,113,203
Total net debt	1,144,899	(31,696)	-	-	1,113,203

The notes on pages 16 to 28 form part of these accounts.

ST GILES' CATHEDRAL

NOTES to the ACCOUNTS

For the year ended 31 December 2020

1. Accounting Policies

Basis of Accounting

The principal accounting policies, which have been applied consistently in the current and preceding year in dealing with items which are considered material to the accounts, are set out below.

Basis of Preparation

The accounts have been prepared in accordance with applicable accounting standards and under the historical cost convention, modified to reflect the inclusion of investments and heritable properties at market value, and in accordance with the Statement of Recommended Practice – Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

The consolidated accounts herein include the accounts of St Giles' Cathedral (a separate charity), St. Giles Cathedral Renewal Appeal Trust (a separate charity) and St. Giles Luckenbooths Limited (the trading subsidiary of St. Giles' Cathedral). The Kirk Session has formed a Scottish Charitable Incorporated Organisation with the name "The St Giles' Heritage and Culture SCIO" ("the SCIO") to take on areas of the work of the Cathedral relating to heritage and culture. The SCIO has been incorporated, but is not active as yet.

Going Concern

The accounts have been prepared on a going concern basis. The Trustees are aware of material uncertainties related to Covid-19, that may cast doubt upon the entity's ability to continue as a going concern. However, the Trustees have taken comfort from the Charity's substantial asset base as part of their assessment of the Charity's ability to continue as a going concern. In addition, the Trustees are actively examining ways in which income from visitors to the Cathedral could be significantly increased. The Trustees have reasonable expectation that the Charity has adequate resources to continue for the foreseeable future. The Trustees continue to adopt the going concern basis of accounting in preparing these accounts.

Income and Endowments

Income and endowments are accounted for in the Statement of Financial Activities when there is a legal entitlement to the income and the amount can be quantified with reasonable accuracy. All income and endowments are included within the relevant fund headings: unrestricted, restricted or endowment.

For legacies, entitlement is the earliest of the estate account being finalised, the date of receipt, or where there is sufficient evidence to provide the necessary certainty that the legacy will be received and the value can be measured with sufficient reliability. Legacies are credited to the relevant fund either in accordance with the wishes of the donor or as approved by the Kirk Session.

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. Dividends are recognised once the dividend has gone ex-dividend.

Other trading income represents the sales from the gift shop, income from events and fundraising and is accounted for when the right to consideration arises.

All grants and contractual payments are included on a receivable basis. Income received for expenditure in future accounting periods is deferred and included in creditors.

Tax recoverable on Gift Aid but not received is accrued at the year end.

ST GILES' CATHEDRAL

NOTES to the ACCOUNTS Continued)

For the year ended 31 December 2020

1. Accounting Policies (Continued)

Expenditure

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.

The cost of raising funds include the costs incurred in generating donations, fundraising trading costs and investment management costs. These costs are regarded as necessary to generate funds that are needed to finance charitable activities.

Governance costs, which comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice, are included within Charitable Activities.

Investments

Fixed asset investments are stated at market value at the balance sheet date. Gains or losses on investments incorporate unrealised gains and losses representing the difference between the market value at the beginning and end of the financial year or, if purchased in the year, the difference between cost and market value at the end of the year and realised gains and losses representing the difference between the proceeds on disposal and the market value at the start of the year or cost if purchased in the year. These gains and losses on investments are recorded in the Statement of Financial Activities.

St Giles' does not acquire or use put options, derivatives or other complex financial instruments.

Heritable Properties

See Note 3.

Tangible Fixed Assets (other than Heritable Properties)

Tangible fixed assets costing more than £10,000 (2019 - £10,000) are capitalised. Below this amount, the costs of the fixed assets are charged to the appropriate heading within Expenditure.

Depreciation

Depreciation is provided on Tangible Fixed Assets at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life as follows:

Motor vehicle	3 years
Computer equipment	3 years
Office equipment	5 years
Furniture and fittings	10 years

Stocks

Stocks are stated at the lower of cost and net realisable value.

Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid net of any discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2020

1. Accounting Policies (Continued)

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2. Funds structure

Unrestricted Funds

These are Income Funds which are expendable in furtherance of any of the purposes of the group.

Restricted Funds

These are Income Funds which are subject to donor restrictions and may only be used for the stated purpose.

Permanent Endowment Funds

These are Capital Funds where there is no power to convert the capital into income, i.e., the capital must be held in perpetuity and only the income can be expended.

Expendable Endowment Funds

These are Capital Funds where there is discretion to convert the capital into income.

Endowment Funds

These Funds comprise both Permanent Endowment Funds and Expendable Endowment Funds.

Further details of each fund are disclosed in note 22

3. Heritable Properties

The Charity has the right to occupy and use for its charitable objects the building known as St. Giles' Cathedral which is vested in the Church of Scotland General Trustees. No consideration is payable for the use of this asset. Expenditure incurred on the repair and maintenance of this asset is charged to Expenditure in the Statement of Financial Activities in the period in which the liability arises.

The following properties were owned by St. Giles' Cathedral throughout 2019 and 2020:

Manse in Northumberland Street, Edinburgh
Flat in Jeffrey Street, Edinburgh

The manse was valued at £1.5m and the flat in Jeffrey Street was valued at £0.17m at 31 December 2020 and at 31 December 2019. No depreciation has been charged on these properties as the Trustees are of the view that the cost of the two properties is not more than the valuation.

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2019

4. Investment Properties

St. Giles' Cathedral owns two investment properties in George IV Bridge, Edinburgh both of which are tenanted. The cost of the properties is not known. The Trustees are of the opinion that the Market Value of the two properties at balance sheet date is £1.45m (2019: £1.45m).

5. Taxation

St. Giles' Cathedral has charitable status for tax purposes and as such has the usual exemptions from UK income, capital gains and corporation taxes. The charity is registered for VAT which can be partially recovered. That element of input VAT which cannot be recovered is included within Resources Expended.

6. Pension Scheme

St Giles' Cathedral and St Giles Luckenbooths Limited make contributions on behalf of their employees under the pension auto-enrolment regulations. The employers' contributions in 2020 were at a rate of 3% of relevant salary. The employees must also contribute at rates allowed within the regulations. The chosen pension provider is NEST. This is a direct contribution scheme with no further liability on the part of the Employers.

7. Donations and Legacies	Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2020	Total 2019
	£	£	£	£	£
Offerings	128,402	-	40	128,442	226,820
Tax recovered on Gift aid	28,880	84,838	-	113,718	41,997
Legacies	14,832	-	-	14,832	44,217
Donations	-	354,950	-	354,950	-
Endowment income	-	-	-	-	2,118
	172,115	439,787	40	611,943	315,152
	=====	=====	=====	=====	=====

Income from donations and legacies was £611,943 (2019: £315,152) of which £172,115 was unrestricted, (2019: £255,464), £439,787 was restricted (2019 - £59,688) and £40 was endowment (2019 - £nil).

8. Charitable Activities	Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2020	Total 2019
	£	£	£	£	£
Rents	11,700	-	-	11,700	11,700
Weddings and funerals	-	-	-	-	3,461
	11,700	-	-	11,700	15,161
	=====	=====	=====	=====	=====

Income from charitable activities was £11,700 (2019: £15,161) all of which was unrestricted.

9. Other Trading Activities	Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2020	Total 2019
	£	£	£	£	£
Trading operations	20,351	-	-	20,351	223,859
Use of premises	-	-	-	-	61,357
Neighbourhood fundraising	10,223	-	-	10,223	10,900
Visitor and miscellaneous	68,351	-	-	68,351	429,627
	98,925	-	-	98,925	725,743
	=====	=====	=====	=====	=====

Income from other trading activities was £98,925 (2019: £725,743) of which £98,925 was unrestricted, (2019: £719,686) and £nil was restricted (2019: £6,057).

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2020

10. Investments	Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2020	Total 2019
	£	£	£	£	£
Interest receivable	306	205	116	629	2,097
Dividends receivable	3,057	6,671	42,993	52,720	65,185
Rent	50,750	-	-	50,750	103,708
	-----	-----	-----	-----	-----
	54,114	6,876	43,109	104,099	170,990
	=====	=====	=====	=====	=====

Income from investments was £104,099 (2019: £170,990) of which £54,114 was unrestricted, (2019: £108,295), £6,876 was restricted (2019: £9,383) and £43,109 was endowment (2019: £53,312).

11. Raising Funds	Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2020	Total 2019
	£	£	£	£	£
Direct fundraising costs	162,853	257	-	163,110	151,547
Commercial trading operations	44,125	-	-	44,125	185,436
Investment management costs	-	-	7,669	7,669	7,224
	-----	-----	-----	-----	-----
	206,978	257	7,669	214,904	344,207
	=====	=====	=====	=====	=====

Expenditure on raising funds was £214,904 (2019: £344,207) of which £206,978 was unrestricted (2019: £332,489), £257 was restricted (2019: £4,494) and £7,669 was endowment (2019: £7,224).

12. Charitable Activities	Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2020	Total 2019
	£	£	£	£	£
Ministries and mission allocation	187,015	-	-	187,015	183,652
Presbytery dues	6,296	-	-	6,296	6,158
	-----	-----	-----	-----	-----
	193,311	-	-	193,311	189,810
Ministers' expenses	1,818	-	-	1,818	3,319
Ministerial assistance	600	-	-	600	17,057
Pulpit supply	60	-	-	60	400
Other salary costs	199,718	500	-	200,218	196,980
Fabric repairs and maintenance	31,373	172,002	-	203,375	118,923
Professional fees	26,761	-	-	26,761	29,627
Council tax	4,176	-	-	4,176	3,992
Other building costs	41,712	-	-	41,712	47,539
Insurance	50,508	-	-	50,508	50,184
Church office expenses	24,558	-	-	24,558	36,694
Organ and music	5,601	17,936	-	23,537	16,640
Donations	7,486	10,000	-	17,486	16,400
Irrecoverable VAT	6,968	14,943	1,484	23,395	15,821
Fixed asset purchases	4,705	-	-	4,705	13,636
Audit, accounting and taxation fees	17,155	-	-	17,155	19,745
Other expenses	3,931	-	-	3,931	7,913
	-----	-----	-----	-----	-----
	620,441	215,381	1,484	837,306	784,680
	=====	=====	=====	=====	=====

Support costs have not been separately identified as the Trustees consider there is only one charitable activity. Therefore, support costs relate wholly to that activity. Governance costs are shown under Audit, accounting and taxation fees above.

Expenditure on charitable activities was £837,306 (2019: £784,680) of which £620,441 was unrestricted, (2019: £695,562), £215,381 was restricted (2019: £85,244) and £1,484 was endowment (2019: £3,874).

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2020

13. Auditor's remuneration

The auditor's remuneration constituted an audit fee of £9,605, accounting/tax advice of £nil (2019: £10,075 and £1,350 respectively).

14. Staff Costs and Numbers

	2020	2019
	£	£
Salaries and wages	394,689	384,900
Social security costs	25,109	26,846
Pension costs	7,617	6,471
	-----	-----
Total	427,415	418,217
	=====	=====

The average number of employees during the year, calculated on a head count basis, was as follows:

	2020	Restated 2019
	Number	Number
Ministry	4	4
Heritage and Culture	7	7
Shop	5	5
Administration	4	4
Music staff	2	3
Beadles & Maintenance	6	6
	-----	-----
Total	28	29
	=====	=====

No employees received emoluments in excess of £60,000 (2019: None). All Church of Scotland congregations contribute to the National Stipend Fund which bears 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 national stipend scale, which is related to years of service. For the year under review the minimum stipend was £28,137 and the maximum stipend in the fifth and subsequent years of service was £34,577

15. Trustee Remuneration and Related Party Transactions

During the year one Trustee received expenses totalling £1,818 (2019: £1,625) together with benefits in kind to a value of £4,176 (2019: £5,244).

The related party transactions are as follows:

	St. Giles Cathedral Renewal Appeal Trust		St. Giles Luckenbooths		St. Giles' Cathedral	
	2020	2019	2020	2019	2020	2019
	£	£	£	£	£	£
St Giles' Cathedral						
Recharge of staff and other costs	2,000	2,000	44,125	72,173	-	-
 St. Giles Luckenbooths Limited						
Management fees charged	-	-	-	-	44,073	110,595
Profit gift aided	-	-	-	-	-	52,948
	=====	=====	=====	=====	=====	=====

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2020

16. Tangible Assets	Heritable Properties £	Group and Parent Total £
Cost or valuation		
At 1 January 2020	1,565,000	1,565,000
Valuation increase	105,000	105,000
	-----	-----
At 31 December 2020	1,670,000	1,670,000
	=====	=====
At 31 December 2019	1,670,000	1,670,000
	=====	=====

Tangible assets held in unrestricted funds were 2020: £1,670,000 (2019: £1,670,000).

17. Investments	Group 2020 £	Group 2019 £	Parent 2020 £	Parent 2019 £
Market value at 1 st January	3,238,885	3,051,587	3,238,885	3,051,687
Additions during the year	255,446	123,183	255,446	123,183
Disposals during the year	(351,962)	(131,711)	(351,962)	(131,711)
Unrealised (losses)/gains on investments	7,805	195,726	7,805	195,726
	-----	-----	-----	-----
Market value at 31 st December	3,150,174	3,238,785	3,150,174	3,238,885
	-----	-----	-----	-----
Investments at cost	1,079,534	1,098,157	1,079,534	1,098,257
	=====	=====	=====	=====

The following investments were held:

	Group 2020 £	Group 2019 £	Parent 2020 £	Parent 2019 £
Investment in subsidiary	-	-	100	100
Investment properties (see Note 4)	1,450,000	1,450,000	1,450,000	1,450,000
Investments listed on a recognised Stock Exchange	1,492,470	1,573,063	1,492,470	1,573,063
Unlisted investments (Church of Scotland Growth Fund)	207,604	215,722	207,604	215,722
	-----	-----	-----	-----
	3,150,174	3,238,785	3,150,174	3,238,885
	=====	=====	=====	=====

Investments listed on a recognised stock exchange, unlisted investments and investment properties are carried at their market value. Investment in equities and fixed interest securities are all traded in quoted public markets, primarily the London Stock Exchange. Holdings in common investment funds, unit trusts and open ended investment companies are at the bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

The investment in the subsidiary is held at cost.

Investments held in 2020 were: unrestricted - £1,465,101 (2019: £1,467,037), endowment funds - £1,557,316 (2019: £1,633,307) and restricted funds - £127,757 (2019: £138,441).

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2020

18. Debtors	Group 2020 £	Group 2019 £	Parent 2020 £	Parent 2019 £
Sundry debtors	37,822	51,569	35,916	28,570
Gift Aid tax and income receivable	21,853	8,380	4,319	8,316
Prepayments and accrued income	1,004	3,840	1,004	3,840
Intergroup debtors	-	-	46,032	135,122
	-----	-----	-----	-----
	60,679	63,789	87,271	175,848
	=====	=====	=====	=====

Debtor balances amounted to £60,679 (2019: £63,789) of which £38,043 was unrestricted (2019: £58,687), £17,808 was restricted (2019: £274) and £4,828 was endowment (2019: £4,828).

19. Creditors	Group 2020 £	Group 2019 £	Parent 2020 £	Parent 2019 £
Sundry creditors	45,502	32,553	5,860	28,878
Accruals and deferred income	96,747	42,211	74,761	40,562
Intergroup creditors	-	-	44,073	110,595
	-----	-----	-----	-----
	142,249	74,764	124,694	180,035
	=====	=====	=====	=====

Creditor balances amounted to £142,249 (2019: £74,764) of which £121,914 was unrestricted (2019: £74,764), £20,335 was restricted (2019: £nil) and £nil was endowment (2019: £nil).

20. Analysis of Net Assets among Funds (Group)	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2020 £	Total 2019 £
Tangible fixed assets	1,670,000	-	-	1,670,000	1,670,000
Investments	1,465,101	127,757	1,557,316	3,150,174	3,238,785
	-----	-----	-----	-----	-----
Total fixed assets	3,135,101	127,757	1,557,316	4,820,174	4,908,785
Net current assets	188,335	567,561	308,485	1,064,381	1,154,844
	-----	-----	-----	-----	-----
Net Assets	3,323,436	695,318	1,865,801	5,884,555	6,063,629
	=====	=====	=====	=====	=====

Comparative information for year ending 31 December 2019	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2019 £
Tangible fixed assets	1,670,000	-	-	1,670,000
Investments	1,467,037	138,441	1,633,307	3,238,785
	-----	-----	-----	-----
Total fixed assets	3,137,037	138,441	1,633,307	4,908,785
Net current assets	523,053	344,237	287,554	1,154,844
	-----	-----	-----	-----
Net Assets	3,660,090	482,678	1,920,861	6,063,629
	=====	=====	=====	=====

21. Volunteers

In common with all congregations of the Church of Scotland, the congregation benefits from the contribution made by volunteers who give their time and talents willingly for the benefit of St Giles'. 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.

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2020

22. Movement in Funds	Balance 1 January 2020	Incoming Resources	Outgoing Resources	Fund Transfers	Investment Gains/ (Losses)	Balance 31 December 2020
	£	£	£	£	£	£
Unrestricted Funds (Group)						
General (St. Giles' Cathedral)	3,576,069	436,538	(823,722)	50,300	-	3,239,185
General (Appeal)	54,695	5,285	(3,697)	-	-	56,283
Reserve (Designated)	24,127	680	-	-	(2,041)	22,766
Organ Cleaning (Designated)	5,199	3	-	-	-	5,202
	-----	-----	-----	-----	-----	-----
	3,660,090	442,506	(827,419)	50,300	(2,041)	3,323,436
	-----	-----	-----	-----	-----	-----
Restricted Funds						
Poor of Parish	186,793	4,133	(10,000)	-	(10,684)	170,243
Youth	42,662	1,014	-	-	-	43,676
Dunard	15,405	1,592	(500)	-	-	16,497
Tulliallan	198,856	19,916	(21,524)	(7,700)	-	189,547
COVID Recovery for loss of visitor income	0	130,000	0	-	-	130,000
The Wood Fund (Appeal)	11,163	290,000	(174,797)	-	-	126,366
Funds under £10,000*	11,903	8	(257)	-	-	11,653
Funds under £10,000 (Appeal)	15,896	0	(8,560)	-	-	7,336
	-----	-----	-----	-----	-----	-----
	482,678	446,663	(215,638)	(7,700)	(10,684)	695,318
	-----	-----	-----	-----	-----	-----
Endowment Funds						
Brown Bequest	1,622,641	41,326	(9,153)	(41,000)	(29,798)	1,584,017
Daily Service	50,091	0	-	-	(2,034)	48,057
Dunard	48,317	0	-	-	(3,900)	44,417
Thistle Chapel (Appeal)	27,897	0	-	-	-	27,897
Thistle Chapel (St. Giles' Cathedral)	37,600	1,228	-	(1,600)	(2,934)	34,293
Music	44,148	0	-	-	(1,451)	42,697
Flowers	16,375	574	-	-	(1,903)	15,046
Youth	28,910	0	-	-	(3,545)	25,365
Hope Rennie King Bequest	27,442	18	-	-	-	27,460
Other funds under £10,000	17,441	2	-	-	(891)	16,552
	-----	-----	-----	-----	-----	-----
	1,920,862	43,149	(9,153)	(42,600)	(46,456)	1,865,801
	-----	-----	-----	-----	-----	-----
Total Funds	6,063,629	932,518	(1,052,210)	-	(59,181)	5,884,555
	=====	=====	=====	=====	=====	=====

* Opening balance adjusted to reflect each year end change in makeup of Funds under £10,000.

Total Endowment Funds at 31 December 2020 of £1,865,801 are made up of £1,659,700 Permanent Endowment and £206,101 Expendable Endowment (2019: Permanent Endowment £1,710,233 and Expendable Endowment £210,628).

As in prior years, transfers are made from Restricted and Endowment Funds to Unrestricted Funds to cover expenses paid out through the latter but which refer to specific costs which may be reimbursed from Restricted or Endowment Funds. The only exception to this is where Unrestricted funds are used for a particular purpose.

The material Restricted Funds transfers covered specific asset purchases, specific administration costs and a contribution to the deficit incurred in the year. The material Endowment Funds transfer covered the part reimbursement of maintenance costs incurred during the year.

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2020

22. Movement in Funds (continued)

Purpose of Designated (Unrestricted) Funds

- a. Reserve Fund - to be used for extraordinary expenditure on fabric, properties, equipment and special projects.
- b. Organ Cleaning Fund - to be used to pay for significant long-term cleaning and major overhaul costs of the organ as opposed to annual maintenance costs.

Purpose of Restricted Funds

- a. Poor of Parish and Congregation - for the benefit of the Parish and the Congregation.
- b. Youth Uninvested - for the benefit of youth work and projects.
- c. Dunard - for the benefit of music.
- d. Tulliallan – for specific one-off costs.
- e. COVID Recovery fund for loss of visitor income – this fund is an appeal to the congregation and other interested parties to make contributions to assist in covering expenses normally covered by income from visitors. Visitor income having been dramatically reduced by the impact of COVID-19.
- f. Thistle Chapel - for repairs to the Thistle Chapel.
- g. The Wood Fund is to be used for works to the interior of the Cathedral as approved by the donor.

Purpose of Endowment Funds

Revenue

- a. The revenue from the Brown Bequest under this heading may only be used for the preservation, repair and maintenance of the fabric of the Cathedral.

Capital

- a. The income of the Daily Service and Music Funds within this section is included under interest and dividends. The capital may not be used.
- b. The Dunard Fund may only be used for music purposes. Part of the income from the endowment is to be used to fund the Herrick Bunney Organ Scholarship. The revenue is shown under Restricted Funds.
- c. The income from the Thistle Chapel is to be used for the upkeep of the Thistle Chapel including repairs, maintenance and cleaning and towards the cost of insuring the Thistle Chapel.
- d. The income from the M. Hope Rennie Bequest is to be used for music purposes in St. Giles. The capital may not be used.

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2020

Prior Year Movement in Funds	Balance 1 January 2019	Incoming Resources	Outgoing Resources	Fund Transfers	Investment Gains/ (Losses)	Balance 31 December 2019
	£	£	£	£	£	£
Unrestricted Funds (Group)						
General (St. Giles' Cathedral)	3,320,745	1,090,631	(1,023,857)	83,550	105,000	3,576,069
General (Appeal)	51,717	7,172	(4,194)	-	-	54,695
Reserve (Designated)	21,629	789	-	-	1,709	24,127
Organ Cleaning (Designated)	5,185	14	-	-	-	5,199
	3,399,276	1,098,606	(1,028,051)	83,550	106,709	3,660,090
Restricted Funds						
Poor of Parish	171,214	5,728	(7,500)	-	17,351	186,793
Youth	41,317	1,345	-	-	-	42,662
Dunard	14,824	2,081	(1,500)	-	-	15,405
Tulliallan	175,266	51,163	(13,573)	(14,000)	-	198,856
The Wood Fund (Appeal)	73,792	-	(62,629)	-	-	11,163
Funds under £10,000*	10,627	5,811	(4,536)	-	-	11,902
Funds under £10,000 (Appeal)	6,897	9,000	-	-	-	15,897
	493,937	75,128	(89,738)	(14,000)	17,351	482,678
Endowment Funds						
Brown Bequest	1,488,715	51,266	(8,606)	(68,450)	159,716	1,622,641
Daily Service	44,141	-	-	-	5,951	50,092
Dunard	43,487	-	-	-	4,830	48,317
Thistle Chapel (Appeal)	27,897	-	-	-	-	27,897
Thistle Chapel (St. Giles' Cathedral)	33,103	1,293	-	(1,100)	4,304	37,600
Music	39,587	-	-	-	4,561	44,148
Flowers	15,018	671	(1,408)	-	2,094	16,375
Youth	25,052	-	-	-	3,858	28,910
Hope Rennie King Bequest	27,366	74	-	-	-	27,440
Other funds under £10,000	16,544	8	(1,084)	-	1,973	17,441
	1,760,910	53,312	(11,098)	(69,550)	187,287	1,920,861
Total Funds	5,654,123	1,227,046	(1,128,887)	-	311,347	6,063,629

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2020

23. Charity Statement of Financial Activities	2020	2019
	£	£
Incoming and endowments from:		
Donations and legacies	316,658	298,979
Charitable activities	11,700	15,161
Other trading activities	98,925	725,743
Investments	104,099	170,990
Other income – General Trustees	17,980	-
Other income – Furlough claims	87,672	-
	-----	-----
Total income and endowments	637,033	1,210,873
	-----	-----
Expenditure on:		
Raising funds	214,904	344,188
Charitable activities	650,252	717,876
	-----	-----
Total expenditure	865,155	1,062,064
	-----	-----
Net income before gain on heritable property and investments	(228,122)	148,809
	-----	-----
Other recognised gains and losses		
Gain on revaluation of heritable property	-	105,000
(Loss)/Gain on investment assets	(59,181)	206,345
	-----	-----
Net movement in funds	(287,303)	460,154
	-----	-----
Reconciliation of funds		
Total funds brought forward	5,953,977	5,493,823
	=====	=====
Total funds carried forward	5,666,674	5,953,977
	=====	=====

24. Capital Commitments

The total amount of capital commitments outstanding as at 31 December 2020 or entered into at the beginning of January 2021 was £109,530 through the Appeal Trust.

25. Special Collections

During the year the undernoted sums were collected and distributed:

	2020	2019
	£	£
Poppy Scotland/Legion Scotland	-	121
Various good causes (from congregational funds)	10,000	7,500
Various good causes (through the Neighbourhood Group)	7,486	8,900
	-----	-----
	17,486	16,521
	=====	=====

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2020

26. Reconciliation of net movement in funds to net cash flow from operating activities

	2020	2019
	£	£
Net movement in funds	(179,074)	409,506
Depreciation charges	-	-
Gain on revaluation of Heritable Property	-	(105,000)
(Gains)/losses on investments	59,181	(206,347)
Interest, dividends and rent	(104,099)	(170,990)
(Increase)/decrease in stock	(11,928)	8,538
Decrease/(increase) in debtors	3,110	7,656
(Decrease)/increase in creditors	67,485	(41,321)
Net cash outflow used in operating activities	(165,325)	(97,958)

27. Subsequent events

As referred to in the *Financial review* (page 3) and the *Outlook for 2021* (page 4), the Kirk Session has raised £170,000 from members and friends of St Giles' to replace the loss of Visitor Income experienced because of the Covid Pandemic in the early months of 2021 (a further £130,000 was raised in the last couple of months of 2020). These sums are inclusive of Gift Aid. In addition, we received a grant of £150,000 from Scottish Ministers to assist our financial recovery until we are able to reopen to visitors and to continue to carry out our national and civic role. These sums, together with normal budgeted congregational givings and modest receipts from visitors in the second half of the year, allow the Trustees to consider that the charity can continue to operate as a going concern.

ST GILES' CATHEDRAL

FUNDS held on BEHALF of the CONGREGATION by the
CHURCH of SCOTLAND GENERAL TRUSTEES

	2020	2019
	£	£
Capital Account		
Investment held at 31 December at cost	10,397	10,397
	=====	=====
Market value of Investment at 31 December	15,695	16,095
	=====	=====
Revenue Account		
Credit balance at 31 December	-	17,484
	=====	=====