

**Congregation No: 010039**

**Scottish Charity No: SC003565**

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

**CONSOLIDATED ANNUAL REPORT AND ACCOUNTS**

**For the year ended 31 December 2021**

**ST. GILES' CATHEDRAL**

**CONSOLIDATED ANNUAL REPORT AND ACCOUNTS**

**For the year ended 31 December 2021**

<b>Contents</b>	<b>Page</b>
Trustees' Report	3 - 8
Independent Auditor's Report	9 - 11
Consolidated Statement of Financial Activities	12
Consolidated Balance Sheet	13
Charity Balance Sheet	14
Consolidated Statement of Cash Flows	15
Notes to the Accounts	16 - 28
Appendix: Funds held on behalf of the Congregation by the Church of Scotland General Trustees	29

## **ST. GILES' CATHEDRAL**

### **TRUSTEES' CONSOLIDATED ANNUAL REPORT and ACCOUNTS**

#### **Year ended 31 December 2021**

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 2021 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) 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.

For the second consecutive year, the Cathedral's finances have been severely damaged by the COVID-19 Pandemic. Scottish Ministers imposed a full lockdown in the early months of 2021; our first service of Sunday morning worship was in early April. For the rest of the year, Cathedral life was constrained in all aspects of worship, congregational life and the welcoming of visitors. Throughout the year, we were obliged to exercise varying degrees of control on congregations and visitors alike: limits on overall numbers in the Cathedral at any one time, social distancing, track-and-trace procedures (requiring the congregation to book a seat for morning worship), restriction on choir numbers and the wearing of face coverings at all times, including during congregational singing. To allow members and friends of the congregations to share in our Sunday services, we live streamed each service and it was heartening to see the take-up in this technology among our members and friends. Inevitably however, these restrictions have had a negative impact on numbers attending services and on visitor numbers – and, of course, our finances.

During 2020, with a generous donation from Sir Angus Grossart, we began to build a Covid Recovery Fund to replace the lost income from visitors. This restricted fund raised £468,240 (including a grant of £150,000 from Scottish Ministers) of which £280,240 remained available for 2022.

Total consolidated income amounted to £971,526 (2020: £932,318). Total expenditure amounted to £1,065,790 compared with £1,052,210 in 2020. The deficit in 2021 amounted to £94,266 compared with a deficit of £119,893 in 2020, and after net gains on investment and heritable property assets, a surplus of £130,891 compared with a deficit of £179,074 in 2020.

## ST. GILES' CATHEDRAL

### TRUSTEES' CONSOLIDATED ANNUAL REPORT and ACCOUNTS (continued)

#### Year ended 31 December 2021

In 2021 we again benefited from the government's Coronavirus Job Retention Scheme (Furlough Grants) which enabled staff retention.

The total funds in hand at the end of the year amounted to £6.0m (2020: £5.9m). Of this sum, £3.2m 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 £741k and £2.053m respectively.

The consolidated balance sheet shows fixed assets of £1.7m (2020: £1.7m) and investments at valuation of £3.4m (2020 - £3.2m). Net current assets decreased by £132k year on year. The total bank and cash and short term deposits at the end of the year amounted to £1.0m (2020: £1.1m). At the end of 2021, £98k of unrestricted deposits was available towards the running of the Cathedral.

#### St. Giles' Cathedral

The total income amounted to £938,505 in 2021 compared with £637,033 in 2020. Donations and legacies amounted to £376,284 (2020 - £316,658). Legacies of £12,000 were received in 2021 (2020 - £14,832). Other trading activities (visitor and shop income and income from the use of the Cathedral) increased from £98,925 in 2020 to £189,090 in 2021 due to the recovery on increase in tourist income and reopening of the shop.

Total expenditure in 2021 amounted to £909,759 compared with £865,155 in 2020.

Overall in 2021, there was a net surplus in income over expenditure of £28,746 (2020: a deficit of £228,122). After taking account of net gains on investment and heritable property assets, the net increase in funds in 2021 amounted to £252,944 compared with a net decrease in funds of £287,303 in 2020.

#### St Giles Cathedral Renewal Appeal Trust

Completion of the vault cleaning, gilding and painting works was progressed during the early part of the year. This work was undertaken during the Covid-19 restrictions that allowed the work to proceed safely under the Scottish Government and Church of Scotland Covid working guidelines. Works included the cleaning, repainting and gilding of the vaulted ceilings above the Preston Aisle, Moray Aisle, North Porch and the Rieger Organ. The works above the Organ required complex scaffolding access to be installed to protect the delicate instrument and provide a full safe access to the working area. The work was fully funded by donations to the Wood Fund.

During the year, income totalled £33,020 compared with £295,285 in 2020. The direct costs incurred during the year amounted to £150,152 (2020- £183,358). The cost of raising funds and the costs of management, administration and governance amounted to £5,879 (2020- £3,697) which gave a total expenditure for the year of £156,031 (2020 - £187,055). At the end of the year, total funds carried forward amounted to £95,828 (2020 - £217,882).

#### **Outlook for 2022**

During 2020, as visitor income was seriously curtailed, we appealed to our congregation and friends to contribute to our Covid Recovery Fund; further contributions were received in 2021. By year-end, we had raised £468,240. When we embarked on this appeal, we anticipated "business as normal" being restored sometime during 2021, but this did not happen. The Covid Recovery Fund is therefore under strain: it covered much of our expenditure in the latter months of 2020, all of our expenditure in 2021 and we anticipate that most of our outlays in 2022 will be met from this source. Pressure on costs is being experienced across the board with significant increases in energy and insurance. We face challenging times financially in 2023.

To provide an additional buffer for our cash resources, the Kirk Session has taken the decision to sell one of our investment properties in George IV Bridge currently occupied by Wallace College which has gone into liquidation. Selling investments to pay operating expenditure is far from ideal but it will provide the financial breathing space we need until we can restore normal worship without restriction and welcome visitors in significant numbers.

## **ST. GILES' CATHEDRAL**

### **TRUSTEES' CONSOLIDATED ANNUAL REPORT and ACCOUNTS (continued)**

#### **Year ended 31 December 2021**

#### **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 fourteen 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 £3.164m (2020: £3.267m) of which approximately £98,000 (2020: £85,000) 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 in a World Heritage site 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.

#### **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 2021 the total return on the portfolio was 15.37% net of fees as against the Benchmark of 13.77%. The investments managed by Brewin Dolphin at the end of 2021 were valued at £1.6m (2020 - £1.4m).

## **ST. GILES' CATHEDRAL**

### **TRUSTEES' CONSOLIDATED ANNUAL REPORT and ACCOUNTS (continued)**

**Year ended 31 December 2021**

#### **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. Following the decree of the General Assembly of the Church of Scotland, the Presbytery of Edinburgh and West Lothian published a consultative document in January 2022 containing proposals for congregational mergers and unions, the aim being to reduce the number of charges in the light of the shortfall in available Ministers. The proposed plan for St Giles' would involve a union with Canongate Kirk to form what might be called the parish of the Royal Mile "offering a faith presence for tourists, civic leaders and others". As we await further deliberations of the Presbytery, discussions between our two ministers and office bearers are ongoing.

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.

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 five 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 2021

**Reference and Administrative Information**

**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

## ST GILES' CATHEDRAL

### TRUSTEES' CONSOLIDATED ANNUAL REPORT and ACCOUNTS (continued)

Year ended 31 December 2021

#### 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.

8 June 2022



## ST GILES' CATHEDRAL

### 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 2021 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 2021, 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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

#### 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.

## ST GILES' CATHEDRAL

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

#### **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](http://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.

9 June 2022

**ST GILES' CATHEDRAL**  
**CONSOLIDATED STATEMENT of FINANCIAL ACTIVITIES**

**Year ended 31 December 2021**

	Note	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Endowment Funds 2021 £	Total 2021 £	Total 2020 £
<b>Income and endowments from:</b>						
Donations and legacies	7	158,564	250,708	-	409,272	611,943
Charitable activities	8	11,700	150,000	-	161,700	11,700
Other trading activities	9	188,840	250	-	189,090	98,925
Investments	10	82,194	5,434	41,706	129,334	104,099
Other income – General Trustees		-	-	-	-	17,980
Other income – Furlough grants		82,130	-	-	82,130	87,672
<b>Total income</b>	22	<b>523,428</b>	<b>406,392</b>	<b>41,706</b>	<b>971,526</b>	<b>932,318</b>
<b>Expenditure on:</b>						
Raising funds	11	229,809	-	8,272	238,081	214,904
Charitable activities	12	644,236	180,587	2,886	827,709	837,306
<b>Total expenditure</b>	22	<b>874,045</b>	<b>180,587</b>	<b>11,158</b>	<b>1,065,790</b>	<b>1,052,210</b>
Net (expenditure)/income before movements on investment assets		(350,617)	225,805	30,548	(94,264)	(119,893)
Gains/(Losses) on investment assets	22	1,062	16,240	207,853	225,155	(59,181)
<b>Net income</b>		<b>(349,555)</b>	<b>242,045</b>	<b>238,401</b>	<b>130,891</b>	<b>(179,074)</b>
Transfers between funds	22	247,470	(196,470)	(51,000)	-	-
<b>Net movement in funds</b>		<b>(102,085)</b>	<b>45,575</b>	<b>187,401</b>	<b>130,891</b>	<b>(179,074)</b>
<b>Reconciliation of funds</b>						
Total funds brought forward		3,323,436	695,318	1,865,801	5,884,555	6,063,629
<b>Total funds carried forward</b>	22	<b>3,221,351</b>	<b>740,893</b>	<b>2,053,202</b>	<b>6,015,446</b>	<b>5,884,555</b>

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 2021**

		<b>2021</b>		<b>2020</b>	
	<b>Note</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Fixed Assets</b>					
Tangible assets	16		1,670,000		1,670,000
Investments	17		3,413,693		3,150,074
			-----		-----
Total fixed assets			5,083,693		4,820,074
<b>Current Assets</b>					
Stocks		23,102		32,848	
Debtors	18	38,512		60,679	
Investments		192,362		472,001	
Cash at bank and in hand		833,582		641,202	
		-----		-----	
Total current assets		1,087,558		1,206,730	
<b>Liabilities:</b>					
Creditors: Amounts falling due within one year	19	(155,805)		(142,249)	
		-----		-----	
Net current assets			931,753		1,064,481
			-----		-----
<b>Total net assets</b>	<b>20</b>		<b>6,015,446</b>		<b>5,884,555</b>
			=====		=====
 <b>The consolidated funds of the charity:</b>					
Endowment funds	22		2,053,202		1,865,801
Restricted income funds	22		740,893		695,318
Unrestricted funds	22		3,221,351		3,323,436
			-----		-----
<b>Total consolidated charity funds</b>			<b>6,015,446</b>		<b>5,884,555</b>
			=====		=====

The accounts were approved by the Kirk Session on

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

**ST GILES' CATHEDRAL**

**CHARITY BALANCE SHEET**

**At 31 December 2021**

	Note	£	2021 £	£	2020 £
<b>Fixed assets</b>					
Tangible assets	16		1,670,000		1,670,000
Investments	17		3,385,714		3,150,174
			-----		-----
Total fixed assets			5,055,714		4,820,174
<b>Current assets</b>					
Stocks		23,101		32,848	
Debtors	18	83,332		87,271	
Investments		192,362		472,001	
Cash at bank and in hand		765,614		379,074	
		-----		-----	
Total current assets		1,064,409		971,194	
<b>Liabilities:</b>					
Creditors: Amounts falling due within one year	19	(200,505)		(124,694)	
		-----		-----	
Net current assets			863,904		846,500
			-----		-----
<b>Total net assets</b>	23		<b>5,919,618</b>		<b>5,666,674</b>
			=====		=====
<b>The funds of the charity:</b>					
Endowment funds	22		2,024,456		1,837,904
Restricted income funds	22		730,302		561,617
Unrestricted funds	22		3,164,860		3,267,153
			-----		-----
<b>Total charity funds</b>			<b>5,919,618</b>		<b>5,666,674</b>
			=====		=====

The accounts were approved by the Kirk Session on

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

ST GILES' CATHEDRAL

CONSOLIDATED STATEMENT OF CASH FLOWS

At 31 December 2021

	Note	2021 £	2020 £
<b>Net cash used in operating activities</b>	26	(178,128)	(165,325)
<b>Cash flows from investing activities:</b>			
Interest, dividends and rent		129,334	104,099
Purchase of investments		(239,325)	(255,446)
Proceeds from sale of investments		200,860	284,976
<b>Net cash provided by investing activities</b>		90,869	133,629
Change in cash and cash equivalents in the year		(87,259)	(31,696)
<b>Cash and cash equivalent brought forward</b>		1,113,203	1,144,899
<b>Cash and cash equivalents carried forward</b>		1,025,944	1,113,203

Analysis of Changes in Net Debt - Group

	2020 £	Cash flows £	Non-cash changes Finance leases	Other changes	2021 £
<b>Cash and cash equivalents</b>	1,113,203	(87,259)	-	-	1,025,944
<b>Total net debt</b>	<b>1,113,203</b>	<b>(87,259)</b>	<b>-</b>	<b>-</b>	<b>1,025,944</b>

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 2021

### 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 2021

#### 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 (2020 - £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 2021

#### 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 2020 and 2021:

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 2021 and at 31 December 2020. 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 2021

#### 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 (2020: £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 2021 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 2021 £	Total 2020 £
Offerings	120,812	-	-	120,812	128,442
Tax recovered on Gift aid	24,752	36,935	-	61,687	113,718
Legacies	13,000	-	-	13,000	14,832
Donations	-	213,773	-	213,773	354,950
Endowment income	-	-	-	-	-
	=====	=====	=====	=====	=====
	158,564	250,708	-	409,272	611,943

Income from donations and legacies was £409,272 (2020: £611,943) of which £158,564 was unrestricted, (2020: £172,115), £250,708 was restricted (2020 - £439,787) and £nil was endowment (2020 - £40).

8. Charitable Activities	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2021 £	Total 2020 £
Rents	11,700	-	-	11,700	11,700
Grants	-	150,000	-	150,000	-
	=====	=====	=====	=====	=====
	11,700	150,000	-	161,700	11,700

Income from charitable activities was £161,700 (2020: £11,700) of which £150,000 (2020 - £nil) is restricted and £11,700 unrestricted (2020 - £11,700).

9. Other Trading Activities	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2021 £	Total 2020 £
Trading operations	54,984	-	-	54,984	20,351
Use of premises	4,096	-	-	4,096	-
Neighbourhood fundraising	17,594	-	-	17,594	10,223
Visitor and miscellaneous	112,166	250	-	112,416	68,351
	=====	=====	=====	=====	=====
	188,840	250	-	189,090	98,925

Income from other trading activities was £189,090 (2020: £98,925) of which £188,840 was unrestricted, (2020: £98,925) and £250 was restricted (2020: £nil).

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2021

10. Investments	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2021 £	Total 2020 £
Interest receivable	148	326	194	668	629
Dividends receivable	2,629	5,108	41,512	49,249	52,720
Rent	79,417	-	-	79,417	50,750
	-----	-----	-----	-----	-----
	82,194	5,434	41,706	129,334	104,099
	=====	=====	=====	=====	=====

Income from investments was £129,334 (2020: £104,099) of which £82,194 was unrestricted, (2020: £54,114), £5,434 was restricted (2020: £6,876) and £41,706 was endowment (2020: £43,109).

11. Raising Funds	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2021 £	Total 2020 £
Direct fundraising costs	159,356	-	-	159,356	163,110
Commercial trading operations	70,453	-	-	70,453	44,125
Investment management costs	-	-	8,272	8,272	7,669
	-----	-----	-----	-----	-----
	229,809	-	8,272	238,081	214,904
	=====	=====	=====	=====	=====

Expenditure on raising funds was £238,081 (2020: £214,904) of which £229,809 was unrestricted (2020: £206,978), £nil was restricted (2020: £257) and £8,272 was endowment (2020: £7,669).

12. Charitable Activities	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2021 £	Total 2020 £
Ministries and mission allocation	158,680	-	-	158,680	187,015
Presbytery dues	4,173	-	-	4,173	6,296
	-----	-----	-----	-----	-----
	162,853	-	-	162,853	193,311
Minister's expenses	1,434	-	-	1,434	1,818
Associate Minister's costs	17,596	-	-	17,596	600
Pulpit supply	-	-	-	-	60
Other salary costs	223,056	-	-	223,056	200,218
Fabric repairs and maintenance	46,369	138,419	-	184,788	203,375
Professional fees	9,952	-	-	9,952	26,761
Council tax	5,275	-	-	5,275	4,176
Other building costs	42,018	-	-	42,018	41,712
Insurance	52,027	-	-	52,027	50,508
Church office expenses	27,675	-	-	27,675	24,558
Organ and music	9,211	-	500	9,711	23,537
Donations	8,955	10,000	-	18,955	17,486
Irrecoverable VAT	9,081	11,733	1,633	22,447	23,395
Fixed asset purchases	8,438	-	-	8,438	4,705
Audit, accounting and taxation fees	18,060	-	-	18,060	17,155
Sir Walter Scott 250 <sup>th</sup> Anniversary	-	20,435	-	20,435	-
Other expenses	2,236	-	753	2,989	3,931
	-----	-----	-----	-----	-----
	644,236	180,587	2,886	827,709	837,306
	=====	=====	=====	=====	=====

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 £827,707 (2020: £837,306) of which £644,236 was unrestricted, (2020: £620,441), £180,587 was restricted (2020: £215,381) and £2,886 was endowment (2020: £1,484).

## ST GILES' CATHEDRAL

### NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2021

#### 13. Auditor's remuneration

The auditor's remuneration constituted an audit fee of £10,900, accounting/tax advice of £nil (2020: £9,605 and £nil respectively).

14. Staff Costs and Numbers	2021 £	2020 £
Salaries and wages	423,661	394,689
Social security costs	29,234	25,109
Pension costs	9,464	7,617
	-----	-----
Total	462,359	427,415
	=====	=====

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

	2021 Number	2020 Number
Ministry	2	4
Heritage and Culture	7	7
Shop	5	5
Administration	4	4
Music staff	2	2
Beadles & Maintenance	5	6
	-----	-----
Total	25	28
	=====	=====

No employees received emoluments in excess of £60,000 (2020: 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 £28,700 and the maximum stipend in the fifth and subsequent years of service was £35,269.

#### 15. Trustee Remuneration and Related Party Transactions

During the year one Trustee received expenses totalling £953 (2020: £1,818) together with benefits in kind to a value of £4,152 (2020: £4,176).

The related party transactions are as follows:

	St. Giles Cathedral Renewal Appeal Trust		St. Giles Luckenbooths		St. Giles' Cathedral	
	2021 £	2020 £	2021 £	2020 £	2021 £	2020 £
<b>St Giles' Cathedral</b>						
Recharge of staff and other costs	4,000	2,000	46,350	44,125	-	-
 <b>St. Giles Luckenbooths Limited</b>						
Management fees charged	-	-	-	-	46,350	44,073
	=====	=====	=====	=====	=====	=====

**ST GILES' CATHEDRAL**

**NOTES to the CONSOLIDATED ACCOUNTS (Continued)**

**For the year ended 31 December 2021**

<b>16. Tangible Assets</b>	<b>Heritable Properties</b>	<b>Group and Parent Total</b>
	£	£
<b>Cost or valuation</b>		
At 1 January 2021	1,670,000	1,670,000
Valuation increase	-	-
At 31 December 2021	1,670,000	1,670,000
At 31 December 2020	1,670,000	1,670,000

Tangible assets held in unrestricted funds were 2021: £1,670,000 (2020: £1,670,000).

<b>17. Investments</b>	<b>Group 2021</b>	<b>Group 2020</b>	<b>Parent 2021</b>	<b>Parent 2020</b>
	£	£	£	£
Market value at 1 <sup>st</sup> January	3,150,074	3,238,785	3,150,174	3,238,885
Additions during the year	239,325	255,446	212,203	255,446
Disposals during the year	(196,478)	(351,962)	(196,478)	(351,962)
Unrealised gains on investments	220,772	7,805	219,815	7,805
Market value at 31 <sup>st</sup> December	3,413,693	3,150,074	3,385,714	3,150,174
Investments at cost	1,160,677	1,079,534	1,133,555	1,079,534

The following investments were held:

	<b>Group 2021</b>	<b>Group 2020</b>	<b>Parent 2021</b>	<b>Parent 2020</b>
	£	£	£	£
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	1,730,186	1,492,470	1,702,108	1,492,470
Unlisted investments (Church of Scotland Growth Fund)	233,506	207,604	233,506	207,604
	3,413,692	3,150,074	3,385,714	3,150,174

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 2021 were: unrestricted - £1,465,771 (2020: £1,465,101), endowment funds - £1,775,845 (2020: £1,557,316) and restricted funds - £172,076 (2020: £127,757).

ST GILES' CATHEDRAL

NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2021

18. Debtors	Group 2021 £	Group 2020 £	Parent 2021 £	Parent 2020 £
Sundry debtors	29,518	37,822	29,572	35,916
Gift Aid tax and income receivable	7,944	21,853	2,360	4,319
Prepayments and accrued income	1,050	1,004	1,050	1,004
Intergroup debtors	-	-	50,350	46,032
	<u>38,512</u>	<u>60,679</u>	<u>83,332</u>	<u>87,271</u>

Debtor balances amounted to £38,512 (2020: £60,679) of which £29,102 was unrestricted (2020: £38,043), £4,582 was restricted (2020: £17,808) and £4,828 was endowment (2020: £4,828).

19. Creditors	Group 2021 £	Group 2020 £	Parent 2021 £	Parent 2020 £
Sundry creditors	4,325	45,502	4,325	5,860
Accruals and deferred income	151,480	96,747	149,830	74,761
Intergroup creditors	-	-	46,350	44,073
	<u>155,805</u>	<u>142,249</u>	<u>200,505</u>	<u>124,694</u>

Creditor balances amounted to £155,805 (2020: £142,249) of which £155,805 was unrestricted (2020: £121,914), £nil was restricted (2020: £20,335) and £nil was endowment (2020: £nil).

20. Analysis of Net Assets among Funds (Group)	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2021 £	Total 2020 £
Tangible fixed assets	1,670,000	-	-	1,670,000	1,670,000
Investments	1,465,771	172,076	1,775,845	3,413,693	3,150,174
Total fixed assets	<u>3,135,771</u>	<u>172,076</u>	<u>1,775,845</u>	<u>5,083,693</u>	<u>4,820,174</u>
Net current assets	85,580	568,817	277,357	931,753	1,064,381
<b>Net Assets</b>	<u><u>3,221,351</u></u>	<u><u>740,893</u></u>	<u><u>2,053,202</u></u>	<u><u>6,015,446</u></u>	<u><u>5,884,555</u></u>

Comparative information for year ending 31 December 2020	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2020 £
Tangible fixed assets	1,670,000	-	-	1,670,000
Investments	1,465,101	127,757	1,557,316	3,150,174
Total fixed assets	<u>3,135,101</u>	<u>127,757</u>	<u>1,557,316</u>	<u>4,820,174</u>
Net current assets	188,335	567,561	308,485	1,064,381
<b>Net Assets</b>	<u><u>3,323,436</u></u>	<u><u>695,318</u></u>	<u><u>1,865,801</u></u>	<u><u>5,884,555</u></u>

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 2021

22. Movement in Funds	Balance 1 January 2021	Incoming Resources	Outgoing Resources	Fund Transfers	Investment Gains/ (Losses)	Balance 31 December 2021
	£	£	£	£	£	£
<b>Unrestricted Funds (Group)</b>						
General (St. Giles' Cathedral)	3,239,185	516,991	(868,274)	247,470	-	3,135,372
General (Appeal)	56,283	5,979	(5,771)	-	-	56,491
Reserve (Designated)	22,766	452	-	-	1,062	24,280
Organ Cleaning (Designated)	5,202	6	-	-	-	5,208
	<u>3,323,436</u>	<u>523,428</u>	<u>(874,045)</u>	<u>247,470</u>	<u>1,062</u>	<u>3,221,351</u>
<b>Restricted Funds</b>						
Poor of Parish	170,243	4,083	(10,000)	-	16,240	180,566
Youth	43,676	1,086	-	(5,470)	-	39,292
Dunard	16,497	17	-	(3,000)	-	13,514
Tulliallan	189,547	15,477	-	-	-	205,024
COVID Recovery for loss of visitor income	130,000	338,240	-	(188,000)	-	280,240
Sir Walter Scott 250 <sup>th</sup>	-	20,435	(20,435)	-	-	-
The Wood Fund (Appeal)	126,366	27,009	(150,152)	-	-	3,223
Funds under £10,000*	11,653	13	-	-	-	11,666
Funds under £10,000 (Appeal)	7,336	32	-	-	-	7,368
	<u>695,318</u>	<u>406,392</u>	<u>(180,587)</u>	<u>(196,470)</u>	<u>16,240</u>	<u>740,893</u>
<b>Endowment Funds</b>						
Brown Bequest	1,584,017	38,768	(9,797)	(50,000)	180,428	1,743,416
Daily Service	48,057	-	-	-	6,004	54,061
Dunard	44,417	1,285	-	-	5,021	50,723
Thistle Chapel (Appeal)	27,897	-	(108)	-	957	28,746
Thistle Chapel (St. Giles' Cathedral)	34,293	1,061	-	(1,000)	3,888	38,242
Music	42,697	-	(500)	-	4,630	46,827
Flowers	15,046	561	(753)	-	1,797	16,651
Youth	25,365	-	-	-	3,300	28,665
Hope Rennie King Bequest	27,460	29	-	-	-	27,489
Other funds under £10,000	16,552	2	-	-	1,828	18,382
	<u>1,865,801</u>	<u>41,706</u>	<u>(11,158)</u>	<u>(51,000)</u>	<u>207,853</u>	<u>2,053,202</u>
<b>Total Funds</b>	<u>5,884,555</u>	<u>971,526</u>	<u>(1,065,790)</u>	<u>-</u>	<u>225,155</u>	<u>6,015,446</u>

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

Total Endowment Funds at 31 December 2021 of £2,053,202 are made up of £1,853,897 Permanent Endowment and £199,305 Expendable Endowment (2020: Permanent Endowment £1,659,700 and Expendable Endowment £206,101).

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 2021

#### 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.
- h. Sir Walter Scott Bicentenary was funds received for celebrations of this occasion.

##### 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 2021

Prior Year Movement in Funds	Balance 1 January 2020 £	Incoming Resources £	Outgoing Resources £	Fund Transfers £	Investment Gains/ (Losses) £	Balance 31 December 2020 £
<b>Unrestricted Funds (Group)</b>						
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
	<u>3,660,090</u>	<u>442,506</u>	<u>(827,419)</u>	<u>50,300</u>	<u>(2,041)</u>	<u>3,323,436</u>
<b>Restricted Funds</b>						
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	-	130,000	-	-	-	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	-	(8,560)	-	-	7,336
	<u>482,678</u>	<u>446,663</u>	<u>(215,638)</u>	<u>(7,700)</u>	<u>(10,684)</u>	<u>695,318</u>
<b>Endowment Funds</b>						
Brown Bequest	1,622,641	41,326	(9,153)	(41,000)	(29,798)	1,584,017
Daily Service	50,091	-	-	-	(2,034)	48,057
Dunard	48,317	-	-	-	(3,900)	44,417
Thistle Chapel (Appeal)	27,897	-	-	-	-	27,897
Thistle Chapel (St. Giles' Cathedral)	37,600	1,228	-	(1,600)	(2,934)	34,293
Music	44,148	-	-	-	(1,451)	42,697
Flowers	16,375	574	-	-	(1,903)	15,046
Youth	28,910	-	-	-	(3,545)	25,365
Hope Rennie King Bequest	27,442	18	-	-	-	27,460
Other funds under £10,000	17,441	2	-	-	(891)	16,552
	<u>1,920,862</u>	<u>43,149</u>	<u>(9,153)</u>	<u>(42,600)</u>	<u>(46,456)</u>	<u>1,865,801</u>
<b>Total Funds</b>	<u>6,063,628</u>	<u>932,318</u>	<u>(1,052,210)</u>	<u>-</u>	<u>(59,181)</u>	<u>5,884,555</u>

**ST GILES' CATHEDRAL**

**NOTES to the CONSOLIDATED ACCOUNTS (Continued)**

**For the year ended 31 December 2021**

<b>23. Charity Statement of Financial Activities</b>	<b>2021</b>	<b>2020</b>
	£	£
<b>Incoming and endowments from:</b>		
Donations and legacies	376,284	316,658
Charitable activities	161,700	11,700
Other trading activities	189,090	98,925
Investments	129,301	104,099
Other income – General Trustees	-	17,980
Other income – Furlough claims	82,130	87,672
	-----	-----
<b>Total income and endowments</b>	<b>938,505</b>	<b>637,034</b>
	-----	-----
<b>Expenditure on:</b>		
Raising funds	237,974	214,904
Charitable activities	671,785	650,252
	-----	-----
<b>Total expenditure</b>	<b>909,759</b>	<b>865,156</b>
	-----	-----
Net income/(expenditure) before other recognised gains and losses	28,746	(228,122)
	-----	-----
<b>Other recognised gains and losses</b>		
Gain/(Loss) on investment assets	224,198	(59,181)
	-----	-----
<b>Net movement in funds</b>	<b>252,944</b>	<b>(287,303)</b>
	-----	-----
<b>Reconciliation of funds</b>		
Total funds brought forward	5,666,674	5,953,977
	=====	=====
<b>Total funds carried forward</b>	<b>5,919,618</b>	<b>5,666,674</b>
	=====	=====

**24. Capital Commitments**

The total amount of capital commitments outstanding as at 31 December 2021 or entered into at the beginning of January 2022 was £nil.

**25. Special Collections**

During the year the undernoted sums were collected and distributed:

	<b>2021</b>	<b>2020</b>
	£	£
Various good causes (from congregational funds)	10,000	10,000
Various good causes (through the Neighbourhood Group)	8,955	7,486
	-----	-----
	<b>18,955</b>	<b>17,486</b>
	=====	=====

## ST GILES' CATHEDRAL

### NOTES to the CONSOLIDATED ACCOUNTS (Continued)

For the year ended 31 December 2021

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

	2021 £	2020 £
Net movement in funds	130,891	(179,074)
(Gains)/losses on investments	(225,155)	59,181
Interest, dividends and rent	(129,334)	(104,099)
Decrease/(increase) in stock	9,747	(11,928)
Decrease in debtors	22,167	3,110
Increase in creditors	13,556	67,485
	-----	-----
<b>Net cash outflow used in operating activities</b>	<b>(178,128)</b>	<b>(165,325)</b>
	=====	=====

#### 27. Subsequent events

In the early months of 2022, we received a further grant of £100,000 from Scottish Ministers for our Covid Recovery Fund in recognition of the central role of St Giles' Cathedral in national and civic life. In addition, the Kirk Session has instructed the sale of one of our investment properties in George IV Bridge, referred to earlier in **Outlook for 2022** of the Trustees' Report. These sums, together with normal budgeted congregational givings and receipts from visitors, 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

	2021 £	2020 £
<b>Capital Account</b>		
Investment held at 31 December at cost	10,397	10,397
	=====	=====
Market value of Investment at 31 December	16,595	15,695
	=====	=====
<b>Revenue Account</b>		
Credit balance at 31 December	288	-
	=====	=====