EDINBURGH: GREYFRIARS KIRK
(CHURCH OF SCOTLAND)

CONGREGATIONAL ACCOUNTS 2021

Congregation No: 010038

Scottish Charity No: SC003761

EDINBURGH: GREYFRIARS KIRK (CHURCH OF SCOTLAND)
Financial Statements
Year ended 31 December 2021

CONTENTS

The trustees present their annual report and financial statements of the charity for the year ended 31 December 2021. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the General Assembly Regulations for Congregational Finance, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland FRS102 (effective 1 January 2019).

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 throughout 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.

Greyfriars Kirk has a distinctive ministry both in English and in Gaelic with an active, gathered congregation that seeks to respond to its setting in the heart of the Old Town of Edinburgh by working with some of the poorest and most marginalised members of the community, those with experience of homelessness and isolation. We have a long-standing three-way partnership with our neighbouring congregations of St Columba's by the Castle (Scottish Episcopal Church) and Augustine United (United Reform Church).

Beyond the Kirk itself Greyfriars has been the visionary driving force in the development of three substantial and successful social enterprise charities: Greyfriars Outreach operating from the Kirk, the Grassmarket Community Project (GCP) from the Greyfriars Grassmarket Centre next to the kirkyard in Candlemaker Row and the Greyfriars Charteris Centre (GCC) in the former Kirk o' Field church in the Pleasance. Through them we support the life of the congregation, engage in pioneering work amongst those on the edge of society and offer a ministry to visitors, tourists and the arts. It is this missionary outreach which gives meaning and justification for us as a gathered congregation in the city centre.

Achievements and Performance

Greyfriars Kirk seeks to serve and connect with a number of communities. These include our worshipping congregation; our team of volunteer welcomers who greet summer visitors and provide stewarding for concerts and other events on behalf of Greyfriars Outreach; the performers and audiences of our free weekly concert series Greyfriars at 12 on a Thursday; our members at the Grassmarket Community Project; and people brought together at the Greyfriars Charteris Centre. Greyfriars Outreach, The Grassmarket Community Project and the Greyfriars Charteris Centre are constituted as charities separate from Greyfriars Kirk and together they advance the mission of Greyfriars Kirk to serve our neighbours over four key areas:

- Community: Liturgy, worship and day-to-day congregational and communal life
- Compassion: Addressing social need
- Commerce: Generating finance via enterprise
- Culture: Art, music and performance re-imagining the Christian narrative for the present moment

Achievements and Performance (cont.)

These are the themes of HeartEdge, a movement initiated by St Martin in the Fields in London, and Greyfriars Kirk has been nominated as its hub in Scotland. HeartEdge is an international, ecumenical movement galvanising churches to be at the heart of their communities, while being with people on the edge. The interdependence of commerce, culture, compassion and community life is key to the HeartEdge vision. It rests on the conviction that the interplay of these elements can profoundly enrich a church and can cross-fertilise one another to great effect.

The financial contribution of St Martin in the Fields is gratefully acknowledged in their support, alongside two other major donors, of two part time, locally funded pioneer ministry posts. Rev Ruth Halley, Associate Minister, and Gillian Couper, Parish Associate were appointed during the year to these posts, taking forward the HeartEdge vision across the Kirk, the Grassmarket Community Project and the Greyfriars Charteris Centre.

During the year congregational life continued to be impacted by the covid-19 pandemic. As it began to recede we reopened for in-person services at Easter, all the while continuing live streaming of services which was much improved by an investment in the necessary technology. We became used to a mixed ecosystem of online and in-person gatherings, the return to meeting face to face giving us a keen appreciation of what we had been missing during long months of meeting only on-line. At the time of writing there is still some way to go before all our members feel that it is safe to return in person, notwithstanding the now familiar anti-infection precautions.

During July and August, as our Healing Project, we arranged four special evenings of quietness and reflection with piano improvisations for meditation by the composer and musician Phamie Gow, periods of silence, readings and opportunities to grieve and to remember.

And in October, postponed from 2020, we held our Festival of Science, Wisdom and Faith, exploring the tensions and complementarities between these intellectual traditions with a line-up of distinguished speakers - recognising that reverence for the natural world, restraint, finding the answers to help humanity flourish, and sustaining the Earth community, in all its diversity, are spiritual as well as scientific pursuits.

Later in the year we were able to reopen the Kirk to visitors and to host concerts and other events under the auspices of Greyfriars Outreach. We have been conscious of pent-up demand from people who had to postpone wedding receptions, concerts and other events – some of which could safely take place in 2021 but many once again deferred in the hope that 2022 will be a better year.

The Grassmarket Community Project has had a good year, continuing to work with and for their members, many of whose social exclusion was in danger of deepening during the enforced isolation of the pandemic. Activities moved online and the staff and volunteers worked hard to stay in one to one contact with members over the phone. We were delighted to celebrate the opening of GCP's latest social enterprise Coffee Saints, hosted in the church hall of St Mary's RC Cathedral at the top of Leith Walk, coinciding with the opening of the new St James Quarter shopping centre next door. The Grassmarket Centre is currently closed for the construction of an extension in the courtyard and Coffee Saints allows GCP to continue some of its events and catering activities while members activities are graciously accommodated by our neighbours in the Augustine United church.

After many delays the building project at Greyfriars Charteris Centre completed just before the end of the year. The finished product meets all our best expectations in terms of design and execution. As (we hope) the pandemic recedes we are confident that it will indeed be an inspirational centre for wellbeing and enterprise as our various partners, new and old, occupy and re-occupy the building

Towards the end of the year we said farewell to our Associate Minister Rev Ken Luscombe and his wife Deborah as his fixed term engagement came to an end. We miss the distinctive contributions that each of them made to our congregational life and wish them both well as they settle back in their home country of Australia.

Achievements and Performance (cont.)

All these activities depend critically on the contribution of a large number of volunteers, who give their time and diverse talents freely for the benefit of this Church community, and to whom we are enormously grateful.

Financial Review

The results for the year and the charity's financial position at the end of the year are shown in the attached financial statement.

The operating surplus for the year per the statement of financial activities before unrealised gains on investments was £1,183,496 (2020: £792,985). The calculation of this surplus includes income received for the Charteris capital project of £1,256,289 (2020: £846,931), and reimbursement of spend on other fabric and capital projects of £4,712 (2020: £3,857) from the Church of Scotland central fabric fund. Offerings, including Gift Aid recovery on general donations, continued to fall and were down by 1% in the year at £110,439 (2020: £111,392). Greyfriars Outreach, which makes the Kirk available for concerts and an increasing variety of other events, was again impacted by Covid 19 and the resulting closure of events space, though not as badly as in 2020. As a result, Greyfriars Outreach contributed £54,770 (2020: £16,936) to the Kirk towards the costs of our office and caretaking staff.

Total funds at the year end amounted to £3,455,625 (2020: £2,231,095) of which £2,327,323 (2020: £1,086,163) was restricted and £1,128,302 (2020: £1,144,932) was unrestricted.

Investment policy

The Kirk holds a portfolio of collective investments which is managed on a fully discretionary basis by Brewin Dolphin. The intention is to hold it long term and the investment objective is Growth Return, where the level of potential return should increase as a result of taking greater risk. The performance of the portfolio has been satisfactory over the year. During the year £30,000 was realised from the portfolio to help finance the operations of the Kirk.

Reserves Policy

The unrestricted and undesignated reserves fund (the General fund, Note 14) represents mainly past donations and legacies. The balance remains available to meet future contingencies. At the 2021 year end the balance on this fund was £416,710 (2020: £380,596). The intention, which is currently being met, is that these reserves should not fall below a level of at least six months general expenditure which based on current expenditure is £168,308.

Risk management

The Trustees have assessed the major risks to which the Church is exposed. They include:

- Curtailment of activity due to the pandemic, restricting the ability to use the building for church services and for events such as concerts, and resulting in reduced income from donations and reduced contribution from Greyfriars Outreach. Mitigated by tight budgetary control overseen by the Financial Management Group, by special appeals to the congregation and by maintaining relationships with established customers in anticipation of resumption of activity.

- Departure of key people whether from paid or voluntary positions. Mitigated through active succession planning and recruitment to newly created roles in order to spread responsibilities and reduce reliance on particular individuals.

- Building and property risks. Mitigated by insurance, by regular safety inspections and by prompt maintenance as required.

Structure, Governance and Management

The congregation is a registered charity, number SC003761. It is administered in accordance with the terms of the Deed of Constitution (Unitary Form) and is subject to the Acts and Regulations of the General Assembly of the Church of Scotland.

Pay levels for senior staff are determined on behalf of the Kirk Session by those Trustees who are members of the Financial Management Group. The principles are that pay should be fair both on an internal and on an external basis. The internal basis of fairness includes comparison with roles of similar responsibility in other charities associated with Greyfriars Kirk, and the financial position of the Kirk. The external basis is the comparison with similar roles in other charities using survey data and the general rate of salary increases in the economy as a whole.

Plans for future periods

The pandemic has changed the landscape in which Greyfriars operates, in ways we may not yet fully discern. Our task is to continue to meet people where they are and to develop and adapt our ways of working accordingly, whether through conventional patterns of worship and congregational life or through broader outreach. We recognise that the work of the Holy Spirit is never monopolised by the church; the Spirit is at loose in the world already. Our task in mission is to look outward and find where the Spirit is at work and join in, celebrating the reality that, for all the challenges we face, God is still active. We see all our activities as furthering that mission and we continually articulate the faith that holds them all together.

Our associated charity the Grassmarket Community Project remains key to our understanding of Christian service to the community, walking with people who suffer from social exclusion and mental health issues and giving them opportunities for re-engagement through volunteering in social enterprises, through training and through social activities. We are looking forward to the completion of their building extension, the Pavilion, in the front courtyard which will provide cafe and events capacity and release space to expand members' activities.

Likewise the re-opening of the Greyfriars Charteris Centre now that the building project is complete offers exciting opportunities for developing our mission to the communities that we host – of faith, need, interest, aspiration and many more.

Related Parties

The charity is one of a larger group of organisations which undertake activities within the Grassmarket area of Edinburgh consisting of:

Greyfriars Outreach Limited: This is a charitable company which makes available the premises and facilities of Greyfriars Kirk for non-congregational services, artistic, educational purposes and private hires. It also manages visitor operations and the Kirk shop. It is a related party by virtue of the fact that one of its three directors, Jo Elliot, is also a Trustee of the Kirk.

Greyfriars Charteris Centre: This is a Scottish Charitable Incorporated Organisation (SCIO) which runs the Greyfriars Charteris Centre. Its trustees include Jo Elliot and Rev Richard Frazer.

Grassmarket Community Project: This is a charitable company incorporated in 2009 to undertake a variety of community projects helping individuals to avoid deep social exclusion and live healthier lives. Rev Richard Frazer and Jo Elliot are directors of Grassmarket Community Project.

Grassmarket Mission: This charity is the Kirk's partner in the Grassmarket Community Project and Rev Richard Frazer was a trustee until 27 April 2021.

Related Parties (continued)

Greyfriars Foundation: Rev Richard Frazer, Angus Tod, Catherine Alexander, and Kathleen Munro are trustees of the Greyfriars Foundation, constituted as an independent charity. This body was set up to raise money and fund improvements to the Kirk and related projects.

The Michael Chibbett Charitable Trust: Rev Richard Frazer is one of three Trustees of this charity. It was set up to fund music in the Kirk and improvements to the organ.

William Brotherston's Grassmarket Charitable Trust: Rev Richard Frazer, Anne Bradbury and Jo Elliot are the Trustees of this charity, used to meet individual cases of need which come to the attention of the Minister.

Although there is a level of co-trusteeship between the Kirk and these other charitable organisations, the Trustees regularly review these interests and, on review, there is only one that could be viewed as under common control and benefit. As noted in Note 1 to the accounts, a consolidation has not been undertaken on the grounds of materiality. Further details of the transactions with related parties are in note 15 to the accounts.

Recruitment and Appointment of Trustees
The members of the Kirk Session are the charity trustees. The Kirk Session members comprise the active Elders of the congregation. Elders in turn are chosen by existing Trustees from those members of the church congregation who are considered to have the appropriate gifts and skills.

Trustees Induction and Training
All Trustees are members of the church. Upon appointment as a Trustee the Members of the Kirk Session are briefed on:

- Their obligations as a Trustee
- The constitution and also their responsibilities as a charitable body
- The current financial position as set out in the latest published accounts
- Future plans and objectives

This is reinforced at the regular Session meetings and the annual Congregational Meeting.

Organisational Structure
In the Unitary Constitution, the Kirk Session is the decision making body and meets a minimum of four times per year. However, it is important that key financial decisions are taken by an appropriately qualified and informed group of people. This is the role taken by the **Financial Management Group**, chaired by the Session Clerk and including the Minister, Treasurer, Operations Manager, five further Trustees, and one further member of the congregation. This committee meets nine times a year and has the delegated responsibility for financial management of the affairs of the Kirk, with key decisions referred to the Kirk Session for formal authorisation.

A **Senior Management Group** comprising the Ministers, Session Clerk and the senior management of the Grassmarket Community Project and the Greyfriars Charteris Centre meets four times a year to share insights from their work.

In addition the Kirk Session has established a **Common Life Group** meeting four times a year to receive reports from all the other groups forming the church community.

Reference and Administrative Information

Congregation No: 010038
Scottish Charity No: SC003761

Ministerial team

Minister and Moderator of the Session:	Rev Dr Richard Frazer*
Associate Minister:	Rev Kenneth Luscombe* (until 31 October 2021)
Associate Minister:	Rev Ruth Halley (from 31 May 2021)
Parish Associate:	Gillian Couper (from 31 May 2021)

Trustees

The Trustees are the members of the Kirk Session, which comprises the Minister and those elders who are active. Those serving during the year were:

Catherine Alexander*	Roberta Blair
Robert Bradley	Anne Bradbury
Andrew Campbell	Ros Campbell
Margaret Cormack	Laura Dunlop*
Jo Elliot*	Alison Elliot
Joy Graham Marr	Alison Gregson
Albert Hutchings	Isobel Hutchings
Heather Jack	Herbert Kerrigan
Stephen Lunn	Mary Macpherson
Carol McKellar	Roderick John Macleod
Winifred Morrison	Kathleen Munro
Leslie Munro	Alison Noble*
Peter Rae	Stephanie Rae
Rosemary Scott	Kirsty Storrar
Jamie Sutherland*	Angus Tod*
Margaret Wallace	Jonathan Webster

* Member of the Financial Management Group

Principal Office-bearers

Session Clerk:	Jo Elliot
Convener of Financial Management Group:	Jo Elliot
Treasurer:	Heather Wright*
Fabric Convener:	Jonathan Webster
Operations Manager:	Stephen Lister*

Principal Office

Greyfriars Kirk
Greyfriars Place
Edinburgh EH1 2QQ

Independent Auditor

Whitelaw Wells
Chartered Accountants
9 Ainslie Place
Edinburgh EH3 6AT

Investment Managers

Brewin Dolphin
Sixth Floor, Atria One
144 Morrison Street,
Edinburgh, EH3 8EX

Statement as to Disclosure to Auditors

So far as the Trustees are aware, there is no relevant audit information of which the charity's auditors are unaware, and each Trustee has taken all the steps they ought to have taken as a Trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Trustees' Responsibilities in Relation to the Financial Statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements 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 charity trustees to prepare financial statements for each year which show 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 the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the method and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operational existence.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). They 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information on the congregation's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the Trustees and signed on their behalf,

J Elliot

Jo Elliot, Session Clerk

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Date: 30 March 2022

Opinion

We have audited the financial statements of Edinburgh: Greyfriars Kirk (Church of Scotland) for the year ended 31 December 2021, which comprise the Statement of Financial Activities (incorporating the Income and Expenditure Account), the Balance Sheet, the Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2021 and of its income and expenditure 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 (as amended).

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our 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 Trustee's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast doubt about the Trust'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 financial statements are authorised for issue.

Other information

The other information comprises the information in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Other information (cont).

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements 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 financial statements 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 in relation to which the Charities and Trustees Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' annual report; or
- Proper accounting records have not been kept; or
- The financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit

Responsibilities of the Trustees

As explained more fully in the Trustees' responsibilities statement set out on page 8, the Trustees are responsible for the preparation of financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Trust'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 intend to liquidate the Trust or cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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 the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements 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 financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Auditor's responsibilities for the audit of the financial statements (cont.)

Irregularities that result from fraud are inherently more difficult to detect than irregularities that result from error.

From enquiries of those charged with governance, it was determined that the risk of material misstatement from fraud was low with little scope for fraud to occur. Our audit testing is designed to detect material misstatements from fraud where there is not high level collusion.

Our audit testing was designed to detect material misstatements from other irregularities that result from error where there is not high level concealment of the error. In this regard the following audit work was undertaken: applicable laws and regulations were reviewed and discussed with management; senior management meeting minutes were reviewed; internal controls were reviewed; and journals were reviewed. From this audit testing it was determined that the risk of material misstatement in this regard was low.

We carried income and expenditure testing which was designed to identify any irregularities as a result of simple mistakes or human error. From this audit testing it was determined that the risk of material misstatement in this regard was low.

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005, regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). Our audit work has been undertaken so that we might state to the charity's members 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Whitelaw Wells

Whitelaw Wells
Statutory Auditor
9 Ainslie Place
Edinburgh
EH3 6AT

30 March 2022

Whitelaw Wells is eligible to act as an auditor in terms of section 1212 of the Companies Act

EDINBURGH: GREYFRIARS KIRK (CHURCH OF SCOTLAND)

Statement of Financial Activities

Year ended 31 December 2021

	Note	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Income and endowments					
Donations and legacies	2	143,533	1,036,093	1,179,626	549,657
Charitable activities	3	67,770	-	67,770	26,686
Other trading activities	4	35,803	-	35,803	21,606
Investments	5	5,751	608	6,359	7,612
Other income	6	26,534	251,289	277,823	556,866
Total income and endowments		**279,391**	**1,287,990**	**1,567,381**	**1,162,427**
Expenditure					
Raising funds	7	12,652	-	12,652	9,458
Charitable activities	7	325,114	46,119	371,233	359,984
Total expenditure		**337,766**	**46,119**	**383,885**	**369,442**
Net gains/ (losses) on investments	11	41,384	(350)	41,034	643
Net (expenditure)/ income		**(16,991)**	**1,241,521**	**1,224,530**	**793,628**
Transfers between funds	14	(789)	789	-	-
Net movement in funds		**(17,780)**	**1,242,310**	**1,224,530**	**793,628**
Total funds brought forward	14	1,144,932	1,086,163	2,231,095	1,437,467
Total funds carried forward	14	**1,127,152**	**2,328,473**	**3,455,625**	**2,231,095**

The church has no recognised gains or losses other than the results for the year as set out above.
All of the activities of the church are classed as continuing.

The notes on pages 15 to 25 form part of these accounts.

EDINBURGH: GREYFRIARS KIRK (CHURCH OF SCOTLAND)

Balance Sheet

As at 31 December 2021

	Note	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Fixed assets					
Tangible assets	**10**	646,758	2,380,299	3,027,057	1,788,171
Investments	**11**	323,243	18,970	342,213	333,309
Total fixed assets		**970,001**	**2,399,269**	**3,369,270**	**2,121,480**
Current assets					
Debtors	**12**	39,432	71,593	111,025	63,671
Cash at bank and in hand		141,316	29,370	170,686	96,594
Total current assets		**180,748**	**100,963**	**281,711**	**160,265**
Liabilities					
Creditors falling due within one year	**13**	23,597	171,759	195,356	50,650
Net current assets		**157,151**	**(70,796)**	**86,355**	**109,615**
Total assets less current liabilities		**1,127,152**	**2,328,473**	**3,455,625**	**2,231,095**
Net assets		**1,127,152**	**2,328,473**	**3,455,625**	**2,231,095**
Funds of the charity					
Unrestricted funds		1,127,152	-	1,127,152	1,144,932
Restricted income funds		-	2,328,473	2,328,473	1,086,163
Total charity funds	**14**	**1,127,152**	**2,328,473**	**3,455,625**	**2,231,095**

The notes on pages 15 to 25 form part of these accounts.
The accounts were approved by the Kirk Session on 30 March 2022 and signed on their behalf by:

Richard Frazer

Rev Dr Richard Frazer
Minister

J Elliot

Jo Elliot
Session Clerk

EDINBURGH: GREYFRIARS KIRK (CHURCH OF SCOTLAND)

Statement of Cashflows

Year ended 31 December 2021

	Note	2021 Total £	2020 Total £
Net cash generated by operating activities	18	**1,197,311**	**763,261**
Cash flows from investing activities:			
Interest and dividends		6,359	7,612
Purchase of fixed assets		(1,161,708)	(779,191)
Purchase of investments		(66,665)	(73,640)
Proceeds from sale of investments		98,795	109,193
Net cash used in investing activities		**(1,123,219)**	**(736,026)**
Change in cash and cash equivalents in the year		**74,092**	**27,235**
Cash and cash equivalents brought forward		96,594	69,359
Cash and cash equivalents carried forward		**170,686**	**96,594**

The notes on pages 15 to 25 form part of these accounts.

1. Accounting policies

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 financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) - (Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

These financial statements contain information about Edinburgh: Greyfriars Kirk as an individual charity and do not contain consolidated financial information as the parent of a group. Consolidated group accounts have not been prepared on the basis that the results for the subsidiary undertaking, William Brotherston's Grassmarket Charitable Trust, is immaterial.

The Kirk constitutes a public benefit entity as defined by FRS 102.

The Trustees consider that there are no material uncertainties about the ability of the charitable company to continue as a going concern for the foreseeable future. Accordingly, the accounts have been prepared on a going concern basis. At the time of approving the financial statements, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The Covid-19 pandemic has created a degree of uncertainty and the Trustees have assessed its potential impact on the finances and future of the charity. Further disclosure is made in the Trustees Report on the impact of Covid-19. The Trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

Fund accounting

Funds are classified as either restricted funds or unrestricted funds, defined as follows:

- Restricted funds are funds subject to specific requirements as to their use which may be declared by the donor or with their authority or created through legal processes, but still within the wider objects of the charity.
- Unrestricted funds are expendable at the discretion of the trustees in furtherance of the objects of the charity. If parts of the unrestricted funds are earmarked at the discretion of the trustees for a particular purpose, they are designated as a separate fund. This designation has an administrative purpose only and does not legally restrict the trustees' discretion to apply the fund.

Income recognition

Donations and legacies

Donations, legacies and similar incoming resources are included in the period in which they are receivable, which is when the charity becomes entitled to the resource.

Income from charitable activities

Income from activities is included in the SOFA in the period in which it is receivable.

Investment income and rental income

Income from investments and from rental income is included in the SOFA in the period in which it is receivable.

1. Accounting policies (cont.)

Expenditure recognition
All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. The church is registered for VAT and, where applicable, expenditure is shown net of VAT although there is a high proportion of non-business transactions where VAT is not recoverable and therefore this expenditure is shown inclusive of irrecoverable input VAT.

Interest receivable
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.

Fixed Assets
The charity has the right to occupy and use for its charitable objects certain tangible fixed assets, including the Church, halls and manse, vested in the Church of Scotland General Trustees. No consideration is payable for the use of these assets. Expenditure incurred on the repair and maintenance of these assets is charged as resources expended in the Statement of Financial Activities in the period in which the liability arises.

All tangible fixed assets costing in excess of £600 having a value to the charity greater than one year, other than those acquired for specific purposes, are capitalised. Depreciation is provided on a straight-line basis to write off the cost or initial value, less residual value, of tangible fixed assets over their estimated useful lives:

Fixtures, fittings and office equipment	3 years
Capital improvements	20 years on impaired cost
Musical instruments	no change as residual value is expected to be no less than cost

Investments
Fixed asset investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date using the closing quoted market price. The SOFA includes the net gains and losses arising on revaluation and disposals throughout the year. The Charity does not acquire put options, derivatives or other complex instruments. The main form of financial risk faced by the Charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk and changes in sentiment concerning equities and within particular sectors or sub sectors.

Heritage Assets
The Kirk owns a number of church artefacts. The trustees do not consider that reliable cost or valuation information can be obtained for the vast majority of these items held. This is because of the diverse nature of the assets held and the lack of comparable market values. The church does not therefore recognise these assets on its Balance Sheet. Expenditure which, in the Trustees' view, is required to preserve or clearly prevent further deterioration of individual items is recognised in the SOFA when it is incurred.

Pensions
The Charity operates a contribution scheme for members of staff's private pensions. From 1 January 2019, the charity's contribution is 4% of salary (2019: 4%) paid direct to the pension provider nominated by the member of staff.

Taxation
Edinburgh: Greyfriars Kirk (Church of Scotland) is recognised as a charity for the purposes of applicable taxation legislation and is therefore not subject to taxation on its charitable activities.

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

EDINBURGH: GREYFRIARS KIRK (CHURCH OF SCOTLAND)

Notes forming part of the financial statements

Year ended 31 December 2021

2. Donations and legacies

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Offerings	86,429	-	86,429	83,529
Tax recovered under Gift Aid	24,010	-	24,010	33,863
Legacies	1,000	-	1,000	-
Binks Trust	10,000	991,667	1,001,667	351,785
St-Martin-in-the-Fields	-	6,666	6,666	-
The Penpoint Charitable Trust	2,500	-	2,500	4,500
The Plum Trust	-	5,000	5,000	5,000
Other donations	19,594	32,760	52,354	70,980
	143,533	**1,036,093**	**1,179,626**	**549,657**

Income from donations and legacies was £1,179,626 (2020: £549,657) of which £143,533 was unrestricted (2020: £199,396) and £1,036,093 was restricted (2020: £350,261).

3. Charitable activities

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Contributions from:				
Greyfriars Outreach Limited	54,770	-	54,770	16,936
Greyfriars Foundation	13,000	-	13,000	9,750
	67,770	**-**	**67,770**	**26,686**

Income from charitable activities was £67,770 (2020: £26,686) of which £67,770 was unrestricted (2020: £26,686) and £nil was restricted (2019: £nil).

4. Other trading activities

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Rent received	35,803	-	35,803	21,606
	35,803	**-**	**35,803**	**21,606**

Income from other trading activities for 2021 and 2020 was all unrestricted.

5. Investments

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Dividends received	5,748	608	6,356	7,602
Deposit interest	3	-	3	7
Bank interest	-	-	-	3
	5,751	**608**	**6,359**	**7,612**

Investment income was £6,359 (2020: £7,612) of which £5,751 was unrestricted (2020: £6,887) and £608 was restricted (2020: £725).

EDINBURGH: GREYFRIARS KIRK (CHURCH OF SCOTLAND)

Notes forming part of the financial statements

Year ended 31 December 2021

6. Other income

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Funds received from Church of Scotland:				
contribution to costs at Greyfriars Charteris Centre	-	-	-	6,250
contribution to costs at Grassmarket Community Project	1,000	-	1,000	-
reimbursement of refurbishment costs from the fabric fund held centrally	4,712	251,289	256,001	508,452
Presbytery of Edinburgh - Covid Grant	500	-	500	500
Listed Place of Worship Grant	-	-	-	6,570
Coronavirus Job Retention Scheme	20,322	-	20,322	35,094
	26,534	**251,289**	**277,823**	**556,866**

Other income was £277,823 (2020: £556,866) of which £26,534 was unrestricted (2020: £39,451) and £251,289 was restricted (2020: £517,415).

7. Analysis of expenditure

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Raising funds				
Investment manager fees	2,867	-	2,867	2,670
Insurance on rented properties	9,245	-	9,245	5,730
Rental property expenses	540	-	540	1,058
	12,652	**-**	**12,652**	**9,458**
Charitable expenditure				
Ministries & Mission Allocation	80,683	-	80,683	91,879
Presbytery dues	2,008	-	2,008	3,133
Ministers' expenses	1,390	-	1,390	2,710
Other service costs	446	-	446	322
Other salary costs	117,696	23,979	141,675	121,624
Donation made to Grassmarket Community Project	1,000	-	1,000	-
Fabric repairs & maintenance	8,146	5,800	13,946	11,811
Depreciation	58,497	2,473	60,970	59,480
Other building costs	11,334	-	11,334	10,565
Church office expenses	10,497	-	10,497	9,673
Organ & music	-	8,622	8,622	16,045
Rent, rates and insurance	20,288	-	20,288	15,817
Audit fee	3,840	-	3,840	3,640
Other accountancy	3,585	1,200	4,785	3,193
Other expenses	5,704	4,045	9,749	10,092
	325,114	**46,119**	**371,233**	**359,984**
Total	**337,766**	**46,119**	**383,885**	**369,442**

Support costs have not been separately identified as the trustees consider that there is only one charitable activity. Therefore support costs relate wholly to that activity and have not been separately identified.

Expenditure was £383,885 (2020: £369,442) of which £336,616 was unrestricted (2020: £340,634) and £47,269 was restricted (2020: £28,808). This included a restricted donation of £nil received from the Go For It fund of the Church of Scotland which was transferred to Greyfriars Charteris Centre towards the costs of staffing the Charteris Centre (2020: £6,250) and a restricted donation of £1,000 received from the Church of Scotland which was transferred to Grassmarket Community Project towards the costs of a summer intern (2020: £nil).

7. Analysis of expenditure (cont.)

The costs of charitable activities include governance costs as follows:

	Unrestricted funds	Restricted funds	2021 Total	2020 Total
	£	£	£	£
Audit fee	3,840	-	3,840	3,640
Other accountancy	3,585	1,200	4,785	3,193
	7,425	**1,200**	**8,625**	**6,833**

8. Analysis of staff costs

	2021 Total	2020 Total
	£	£
Salaries and wages	131,860	112,736
Redundancy payment	-	608
Social security costs	5,589	3,030
Pension costs	4,226	5,250
	141,675	**121,624**

The average number of employees on a headcount basis during the year was 12 (2020: 13).

The average number of employees on a full time equivalent basis during the year was as follows:

	2021 Number	2020 Number
Operations	1	2
Administration	2	2
Ministerial staff	1	0
Premises maintenance	1	1
	5	**5**

The comparatives include staff recharged to Greyfriars Charteris Centre.

No employee had employee benefits in excess of £60,000 (2020: nil).

During the year some staff were furloughed. Those salary payments are included above and the associated Job Retention Scheme payments received from HMRC are shown as an unrestricted grant as noted in note 6.

The policy for redundancy follows the statutory redundancy provisions.

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 5th and subsequent years £35,269.

9. Pensions

The charity operates a contribution scheme for the private pensions of some members of staff. The Charity's contribution is 4% (2020: 4%) of salary, paid direct to the pension provider nominated by the member of staff. The pension cost charge payable by the charity to the schemes has been charged to the income and expenditure account and amounted to £4,226 (2020: £5,250). Contributions outstanding at the year-end amounted to £2,195 (2020: £1,630).

10. Tangible fixed assets

			Capital improvements	Office equipment	Musical instruments	Total
			£	£	£	£
Cost/valuation						
As at 1 January 2021			3,796,925	71,266	24,900	3,893,091
Additions			1,284,093	15,763	-	1,299,856
Disposals			-	(7,156)	-	(7,156)
As at 31 December 2021			**5,081,018**	**79,873**	**24,900**	**5,185,791**
Depreciation						
As at 1 January 2021			2,040,516	64,404	-	2,104,920
Charge for the year			55,918	5,052	-	60,970
Eliminated on Disposal	-	-	-	(7,156)	-	(7,156)
As at 31 December 2021			**2,096,434**	**62,300**	**-**	**2,158,734**
Net book value						
As at 31 December 2021			**2,984,584**	**17,573**	**24,900**	**3,027,057**
As at 31 December 2020			1,756,409	6,862	24,900	1,788,171

Heritage assets (included at nil value) consist of a number of church related assets that include communion chalices and other vessels which cannot be reliably valued. The insurance replacement cost of these items is in the region of £150,000.

Capital improvements comprise:

	Kirkhouse	Visitor Centre	Charteris Centre	GCP Pavilion	Other property	Total
	£	£	£	£	£	£
Cost/valuation						
As at 1 January 2021	2,436,887	236,776	1,073,779	-	49,483	3,796,925
Additions	-	-	1,284,093	-	-	1,284,093
As at 31 December 2021	**2,436,887**	**236,776**	**2,357,872**	**-**	**49,483**	**5,081,018**
Depreciation						
As at 1 January 2021	1,930,164	100,262	-	-	10,090	2,040,516
Charge for the year	41,606	11,839	2,473	-	-	55,918
As at 31 December 2021	**1,971,770**	**112,101**	**2,473**	**-**	**10,090**	**2,096,434**
Net book value						
As at 31 December 2021	**465,117**	**124,675**	**2,355,399**	**-**	**39,393**	**2,984,584**
As at 31 December 2020	506,723	136,514	1,073,779	-	39,393	1,756,409

No depreciation has been charged on the Charteris Centre as the development works are ongoing.

11. Investments

	2021 Total £	2020 Total £
Market value as at 1 January 2020	333,309	368,219
Additions	66,665	73,640
Disposals	(98,795)	(109,193)
Unrealised gains on investments	41,034	643
Market value as at 31 December 2020	**342,213**	**333,309**

The following investments are held:

	2021 Total £	2020 Total £
UK Securities	142,880	148,559
UK Property Investments	5,338	3,930
Other overseas investments	193,995	180,820
Market value as at 31 December 2020	**342,213**	**333,309**

Investments of £323,243 (2020: £313,991) were allocated to the general fund and £18,970 (2020:£19,319) were allocated to restricted funds.

12. Debtors

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Gift Aid Tax Refund Due	1,876	-	1,876	2,475
Greyfriars Outreach Limited	32,429	-	32,429	6,675
Greyfriars Charteris Centre	-	-	-	6,035
Sundry Debtors	2,228	-	2,228	3,430
VAT Recoverable	(1,401)	71,593	70,192	40,076
Prepayments and accrued income	4,300	-	4,300	4,980
	39,432	**71,593**	**111,025**	**63,671**

13. Creditors falling due within one year

	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Greyfriars Charteris Centre	514	-	514	-
Grassmarket Community Project	7,330	-	7,330	-
Accruals	7,390	47,978	55,368	41,368
Other taxes and social security	3,877	-	3,877	2,320
Sundry creditors	4,486	123,781	128,267	6,962
	23,597	**171,759**	**195,356**	**50,650**

14. Movement in funds

	As at 01.01.21 £	Income £	Expenditure £	Gains on investments £	Transfers £	As at 31.12.21 £
Unrestricted funds						
General fund	380,596	274,679	(279,609)	41,384	(789)	416,261
Fabric fund	11,824	4,712	(4,712)	-	-	11,824
Music fund	23,911	-	-	-	-	23,911
Charteris	85,364	-	-	-	-	85,364
Capital fund	136,514	-	(11,839)	-	-	124,675
Kirkhouse	506,723	-	(41,606)	-	-	465,117
	1,144,932	**279,391**	**(337,766)**	**41,384**	**(789)**	**1,127,152**
Restricted funds						
Steele	337	-	-	-	-	337
Organ	3,421	5,790	(8,622)	-	-	589
Charteris	1,053,401	1,256,289	(9,691)	-	-	2,299,999
Charteris - Go For It	-	-	-	-	-	-
Ladies Gaelic School and Highland Bursary Fund	19,324	608	(600)	(350)	-	18,982
Celebrate 400	2,679	1,212	(1,339)	-	-	2,552
Pioneer Ministry	-	23,333	(23,559)	-	226	-
Other small funds	7,001	758	(2,308)	-	563	6,014
	1,086,163	**1,287,990**	**(46,119)**	**(350)**	**789**	**2,328,473**
	2,231,095	**1,567,381**	**(383,885)**	**41,034**	**-**	**3,455,625**

	As at 01.01.20 £	Income £	Expenditure £	Gains on investments £	Transfers £	As at 31.12.20 £
Unrestricted funds						
General fund	361,896	290,168	(271,792)	324	-	380,596
Fabric fund	19,837	3,857	(12,870)	-	1,000	11,824
Music fund	23,958	1	(48)	-	-	23,911
Charteris	87,843	-	(2,479)	-	-	85,364
Capital fund	148,353	-	(11,839)	-	-	136,514
Kirkhouse	548,329	-	(41,606)	-	-	506,723
	1,190,216	**294,026**	**(340,634)**	**324**	**1,000**	**1,144,932**
Restricted funds						
Steele	1,887	-	(1,550)	-	-	337
Organ	6,849	11,019	(14,447)	-	-	3,421
Charteris	206,526	846,931	(56)	-	-	1,053,401
Charteris - Go For It	-	6,250	(6,250)	-	-	-
Ladies Gaelic School and Highland Bursary Fund	19,000	725	(720)	319	-	19,324
Celebrate 400	3,605	2,277	(3,603)	-	400	2,679
Other small funds	9,384	1,199	(2,182)	-	(1,400)	7,001
	247,251	**868,401**	**(28,808)**	**319**	**(1,000)**	**1,086,163**
	1,437,467	**1,162,427**	**(369,442)**	**643**	**-**	**2,231,095**

During the prior year it was agreed that £1,400 of the surplus on the Catering Fund be donated to Greyfriars 400 and to help fund a new hot water system.

EDINBURGH: GREYFRIARS KIRK (CHURCH OF SCOTLAND)

Notes forming part of the financial statements

Year ended 31 December 2021

Fund purposes:

Unrestricted funds:

General fund	These are general and unrestricted resources of the Kirk.
Fabric fund	Funds designated for the revenue costs of maintaining the Kirk, the Kirkhouse and other congregational buildings.
Music fund	The reserve represents the net book value of the Yamaha piano.
Charteris	The reserve has been established to finance activity in the Greyfriars Charteris Centre including funds to represent the net book value of capital improvements.
Capital fund	The fund represents the net book value of the porch and visitor centre.
Kirkhouse	The reserve represents the net book value of the Grassmarket Centre.

Restricted funds:

Steele	A legacy left for the specified purpose of funding musical activities which funds choral awards for the Greyfriars church choir.
Organ	Fund specifically for the maintenance and improvement of the main church organ.
Charteris	Donations were received during the year specifically to fund the capital expenditure at the Greyfriars Charteris Centre.
Charteris - Go For It	Donations were received during the year specifically to fund the salary costs at the Greyfriars Charteris Centre. These were transferred to Greyfriars Charteris Centre in full.
Ladies Gaelic School and Highland Bursary Fund	Endowment fund whose income is used to finance student bursaries.
Pioneer Ministry	Funds received to assist in the funding of ministerial positions to serve Greyfriars Kirk and Greyfriars Charteris Centre.
Celebrate 400	Greyfriars Kirk celebrated its 400th anniversary in 2020. An extensive programme of events was planned for the year but due to the covid pandemic most were cancelled or postponed. Donations towards these events have been treated as restricted income.
<u>Other small funds</u>	
Gaelic Lecture	Funds used to finance the annual Gaelic Lecture.
Catering Fund	Funds used to finance the catering activities of the Kirk.
Flower Fund	Funds received to finance the floral displays at the Kirk.
Choir Fund	Funds used to finance the provision of choral music at the Kirk.
Lee Lectureship	Funds to be used for the purposes of funding lectures every 3 years which must deal with questions of Biblical criticism, theology or ecclesiastical history or policy with reference to the circumstances of the time.

Endowment fund:

Consolidated stipend fund	Represents funds held by the General Trustees, the dividend income of which is used to reduce the Ministry and Mission contribution of the congregation.

15. Trustee remuneration and related party transactions

During the year Council Tax of £4,193 (2020: £4,136) was paid in respect of the Manse, occupied by the Minister.

The total remuneration paid to trustees and key management during the year was £43,489 (2020: £40,772). Three trustees were reimbursed expenses during the year which totalled £857 (2020: two trustees reimbursed £1,580). No trustee or a person related to a trustee had any personal interest in any contract or transaction entered into by the charity during the year. During the year a total of £49,790 (2020: £46,292) was donated to the congregation by trustees.

A donation of £1,000 (2020: £nil) to defray salary costs was made to Grassmarket Community Project during the current year. Rent of £15,803 (2020: £21,606) was received from Grassmarket Community Project in respect of the Kirkhouse. During the year goods and services amounting to £7,964 (2020: £411) were purchased from Grassmarket Community Project. Donations of £67,375 were received from Grassmarket Community Project. At the year end £235 (2020: £nil) remained due to Grassmarket Community Project in respect of purchases. Greyfrairs Kirk has agreed to guarantee a loan, up to a value of £187,500, which has been agreed by Grassmarket Community Project but not yet drawn down.

A general donation of £54,770 (2020: £16,936) was recognised from Greyfriars Outreach Limited. At the year end £32,429 (2020: £6,675) remained outstanding from Greyfriars Outreach Limited.

A donation of £nil (2020: £6,250) to defray salary costs was made to Greyfriars Charteris Centre during the current year. Rent of £20,000 (2020: £nil) was received from Greyfriars Charteris Centre. At the year end £514 (2020: £6,035) was due to Greyfriars Charteris Centre.

A donation towards the charitable activities of the Kirk of £13,000 (2020: £5,000) was received from the Greyfriars Foundation. At the year-end £nil (2019: £nil) was due to or from the Greyfriars Foundation.

Grants and donations of £1,001,667 (2020: £351,785) were received from Binks Trust, of which Jo Elliot is a Trustee.

16. Volunteers

In common with all congregations of the Church of Scotland the Kirk benefits greatly from the contribution of volunteers who give their time and talents willingly for the benefit of the Church. 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 without their commitment.

17. Funds held by the Church of Scotland

The Church of Scotland hold funds on behalf of Greyfriars Kirk in the church's Consolidated Fabric Funds. These funds are amounts held by the Church of Scotland on behalf of each congregation and are not reflected in these accounts. At the year-end the amount held for Greyfriars, in terms of the cost of the underlying investments, was £52,754 (2020: £308,334).

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

	2021	**2020**
	£	**£**
Net movement in funds	1,224,530	793,628
Add back depreciation charge	60,970	59,480
Deduct interest income	(6,359)	(7,612)
Deduct gains on investments	(41,034)	(643)
Increase in debtors	(47,354)	(45,367)
Decrease in creditors	6,558	(36,225)
Net cash generated in operating activities	**1,197,311**	**763,261**

19. Operating leases

At the end of the financial year the church had commitments under a non-cancellable operating lease for equipment as follows:

	2021	2020
	£	£
Within one year	2,390	2,390
Between two and five years	6,574	8,964
Over five years	-	-
	8,964	**11,354**

20. Capital commitments

The redevelopment of the Charteris Centre, undertaken by the Kirk, was completed at the end of 2020. The total expected cost of the work is £2.4m and while the majority of this has been accounted for there is still £128,742 which was contracted at the end of the year but not yet incurred.

21. Development of Kirkhouse

The Kirkhouse, which is leased under a 25 year lease by Grassmarket Community Project, is currently undergoing development. This development is supported financially by the Grassmarket Community Project and as the tenant will benefit from these works over the period of their lease the development work will be capitalised by them. The transactions regarding this development in the year are:

	2021
	£
Total building costs incurred	60,045
Expenses reimbursed by GCP	67,375
Cost still to be paid at the year end	(3,030)
VAT refund due at the year end	11,734
Balance due to GCP at the year end	(7,330)

22. Contingent liabilities

Greyfriars Kirk has agreed to guarantee a loan, up to a value of £187,500, which has been agreed by Grassmarket Community Project but not yet drawn down.