

Milton Keynes Mission Partnership

Trustees Report and Financial Statements for the year ended 31st December 2020

Trustees:

Revd H Cameron (Pastoral President)
Mr S Chilcraft (until June 2020)
Revd G Clarke (Pastoral President) (from May 2020)
Revd G Colmer (Pastoral President)
Mr M Davidge
Rt Revd P Doyle (Pastoral President) (until March 2020)
Mrs A Drury (Chair)
Mrs P Gray

Rev S Grenham-Thompson (until November 2020)
Revd G Mwaura
Rt Revd D Oakley (from March 2020)
Mr S Roberts
Revd D Saunders (until July 2020)
Revd N Vidamour (from July 2020)
Rt Revd A Wilson (Pastoral President)

Office address:

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Milton Keynes
MK12 5HX

Independent Examiner:

Jonathan Vowles FCA CTA DChA
JVCA
114 High Street
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Principal Bankers:

CAF Bank Ltd
25 Kings Hill Ave,
Kings Hill,
West Malling
ME19 4JQ

The Trustees are pleased to present their Report together with the financial statements of the charity for the period ended 31 December 2020; the trustees are listed above. The charity was registered as a CIO (Charitable Incorporated Organisation) in November 2014. The financial processes for the new charity started with effect from January 1st 2015 and has now been in existence for 6 years

Purposes and Public Benefit

Following the establishment of the CIO, the purposes of the charity and its associated public benefit are now as articulated below:

To advance the Christian faith by drawing together Christian communities from Milton Keynes and surrounding areas to further the “Five Marks of Mission” which have been adopted by the Forum of Churches Together in England and any other purposes which are charitable in law to the benefit of those living within the borough of Milton Keynes and, through outreach programmes, beyond the borough.

The “Five Marks of Mission” are expressed as:

1. To proclaim the good news of the Kingdom
2. To teach, baptise and nurture new believers
3. To respond to human need by loving service
4. To seek to transform unjust structures of society
5. To strive to safeguard the integrity of creation and to sustain the life of the earth.

These objectives generate public benefit through:

1. Offering the opportunity for people to engage with and respond to the Christian faith.
2. Raising awareness and understanding of religious benefits and practices, thus advancing the religion.
3. Encouraging a direct, practical response to human need.
4. Encouraging a just society.
5. Promoting care for the environment.

Additionally, as an ecumenical body, the charity is intrinsically concerned with the public benefits of reconciliation and the broad advancement of the Christian faith.

Organisation

The charity is governed by trustees who include the regional leaders of the five founding Christian Churches of the CIO (Baptist Union, Church of England, Methodist Church, Roman Catholic Church and United Reformed Church) together with between three and eight elected trustees and up to two appointed trustees. Elected trustees are drawn from a wider charity membership. A Director of Ecumenical Mission reports to the trustee body as its officer.

The wider membership consists in the regional leaders identified above, local clergy, local churches, individuals nominated by the trustee body by virtue of their particular knowledge, skills, expertise or representative capacity and local Christian-based

organisations. This membership gathers as an Assembly at least once a year. The purpose of the Assembly is to create a forum where Christian mission can be identified and promoted through prayer and discussion and to elect trustees.

Trustee vacancies are advertised, with a closing date for written applications which require all pertinent information and a nominator. Elections are held at the AGM

All trustees have been alerted to advice on the Charity Commission website regarding their roles. Recruitment procedures are in line with Charity Commission recommendations.

The day to day business of the charity is organised by the Director of Ecumenical Mission in conjunction with an Operations Group. This Group is accountable to the Trustees and draws together within its membership the chair of trustees, the treasurer, the Director of Ecumenical Mission and co-opted members with relevant expertise. Its remit includes managing legal, financial and operational demands, overseeing programming and communication demands and ensuring events delivery. A Finance Group functions as a sub committee of the Operations Group.

A Mission Capacity and Projects Group exists to focus the strategic work of the Mission Partnership.

Oversight of local denominational interests is offered by the participating denominations through the Ecumenical Oversight Group which is directly accountable to the regional leaders identified above, but works in close co-operation with the Mission Partnership. The denominations themselves maintain appropriate committees to handle matters such as property, finance and appointment to posts which need to be handled exclusively by the denomination concerned.

The Trustees are assisted by the Treasurer and a Finance Committee in the maintenance of financial accounts and other business records.

A part time administrator is employed to assist with administrative and secretarial tasks.

In response to the Covid 19 lockdown, staff transferred to home working. Activities were transferred online as far as possible.

Salary policy

The salary of the Director of Ecumenical Mission is negotiated at appointment. The core salary is incremented in line with the annual Anglican stipendiary rates. Pension contributions are similarly incremented.

Mission Partnership is committed to the principles of the Living Wage Foundation. The Administrator's salary is incremented annually in step with its recommendations

Investment powers

The trustees have the power to make any investment they see fit in the same manner and subject to the same conditions as the trustees of a trust are permitted to do by the Trustee Act 2000.

Related parties

Following agreement reached in December 2019 full employment responsibility for the Director of MKCF was taken by MKCF from April 1st 2020. Significant potential implications arise for Mission Partnership funding from this. (See under financial review).

Review of the activities and future developments

The trustees, when planning the Mission Partnership's activities consider the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion.

The Mission Partnership supports the work of the ecumenical congregations in Milton Keynes. The work of the ecumenical partnerships is subject to a review process overseen by the Ecumenical Oversight Group of the Mission Partnership and periodic reviews are conducted in accordance with the respective ecumenical partnership agreements. The Director of Ecumenical Mission has brought a wider perspective to the ecumenical issues facing the churches both at national and international levels.

The work of the Mission Partnership for the year has been shaped by the response to the Covid 19 pandemic. An initiative to provide bereavement support through small groups was developed with funding provided by the Milton Keynes Community Foundation. The project, *gentlespaces*, delivered training for 40 people provided by the national CRUSE bereavement organisation and was initially launched city wide in October. Lockdown arrangements inhibited the original approach based on in person encounter and a decision was made to relaunch in 2021 with a virtual base.

Adult learning programmes were transferred online, with content responding to issues raised by the Covid 19 pandemic. A reshaped Mission Capacity and Projects Group took a further initiative to address discipleship across the churches with a bespoke project, *The Vine*, to be launched in 2021.

Other work during the year has included: negotiations at local and national level on the introduction of Charitable Incorporated Organisation models to the Local Ecumenical Partnerships in the city, work which is due to be completed by April 2021; negotiations with MKCF to rationalise an employment situation; ongoing work with the boards of the YMCA (MK) and MKCF and with the local Council of Faiths including responding to the death of George Floyd; engagement with the national *Redeeming Our Communities (ROC)* organisation to establish various social projects across the city; supporting a new youth initiative *Youthwork+*;

interaction with a major Anglican initiative aimed at resourcing work in Milton Keynes; networking with and support for clergy throughout the city.

A new website was launched in March.

Further information about the work of Mission Partnership and other associated organisations is detailed in the Annual Report produced for the AGM in mid-year

Financial review

The work of the Mission Partnership continued through 2020 to be maintained through the financial support of participating denominations, the Milton Keynes Christian Foundation until March 2020 and contributions from local congregations. The stipend, national insurance and pension costs of the Director of Ecumenical Mission are met by the five participating denominations.

Following the withdrawal of funding support from MKCF from 1st April 2020, the DEM fund ran a deficit budget throughout 2020 using substantial reserves. Efforts were made from April 2020 to increase the contributions from the five sponsoring denominations from January 2021. From that point, three denominations were able to pledge increased contributions but the effects of the pandemic have made funding from two of the denominations uncertain. This situation is being monitored closely by the Trustees and treasurer assisted by the Finance and Operations groups

The Local Ecumenical Partnership (LEP) Funding Scheme administered by the Mission Partnership apportions and administers the contributions made by the LEP congregations to the ministry costs of the participating denominations. The targets for 2020 have continued to be challenging with higher stipend and pension costs. Four of the LEPs paid their Anglican contributions directly to the Oxford diocese.

In response to the particular financial challenges for the LEPs stemming from the Covid 19 pandemic, an initiative was taken to convene and support the various LEP treasurers in their role.

The different activities of the Mission Partnership are represented in the Statement of Financial Activities showing the Restricted Funds and the General Fund. The net assets of the Mission Partnership continue to be held with CAF Bank Ltd for both the General and LEP funding accounts.

The Mission Partnership believes that all its funds are sufficient to finance present activities and should meet future obligations provided that funding is maintained from the participating denominations and other contributors. This is under constant review by the treasurer and Finance Committee. The particular risks are as identified above.

Reserves policy and risk management

Reserves have significantly reduced in 2020. With the income so far pledged for 2021 the current reserves will allow the organisation to continue until shortly beyond the end of 2021. Some reduction of costs are already being considered and there may be others to follow although there is very limited scope. The Finance and Operations groups are considering raising further income from other sources.

Statement of Trustees responsibilities

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements 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 financial statements, the trustees are required to: select suitable accounting

policies and then apply them consistently; following the methods and principles in the Charities SOFA, make judgments and estimates that are reasonable and prudent; state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements and prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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 financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed.

They are also responsible for safeguarding the assets of the charity and hence 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 included on the charity's website.

The Mission Partnership would like to express its gratitude to all its financial contributors, in particular the following:

The Diocese of Oxford of the Church of England

The Roman Catholic Diocese of Northampton

The Baptist Home Mission Fund and Central Baptist Association

The National and East Midlands Synods of the United Reformed Church

The Milton Keynes Methodist Circuit and Northampton Methodist District

The members of the Milton Keynes Mission Partnership

The Milton Keynes Christian Foundation Ltd.



Alison Drury,
Chair of Trustees

Adrian Prisk,
Treasurer

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Date

Milton Keynes Mission Partnership - CIO Charity Reg 1159204
Statement of Financial Activities

	Notes	Total Unrestricted Funds	Total Designated Funds	Total Restricted Funds	Total Funds	Total Funds
		£	£	£	2020	2019
					£	£
Income						
Donations and legacies	3	-	-	315,184	315,184	343,594
Income from charitable activities:						
Goods sold		-	-	-	-	16
Course fees		-	500	-	500	620
Grants		-	-	4,030	4,030	-
Reversed Provision 2019		20	-	-	20	-
Total income		20	500	319,214	319,734	344,230
Expenditure						
Expenditure on charitable activities:						
LEP Denominational Ministry costs	4	-	-	254,803	254,803	235,159
Stipend, housing & travelling	5	-	-	61,850	61,850	91,944
Other costs	6	150	173	16,942	17,265	16,823
Pension adjustment	17	-	-	-	(2,000)	(13,000)
Total expenditure		150	173	333,595	331,918	330,926
Net income/expenditure and net movements in funds for the year		(130)	327	(14,381)	(12,184)	13,304
Reconciliation of Funds						
Fund balance brought forward at 01.01.20		843	13,328	35,854	50,025	36,722
Fund balance Carried forward at 31.12.20	13	713	13,655	21,473	37,841	50,026

The statement of financial activities includes all gains and losses recognised in the year.
 All income and expenditure derive from continuing activities.
 The split of funds of the comparative year is in note 15 of the accounts.

Signed on behalf of Milton Keynes Mission Partnership

Alison Drury - Chair of Trustees

Adrian Prisk - Treasurer

Date

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Milton Keynes Mission Partnership - CIO Charity Reg 1159204
Balance Sheet as at 31st December 2020

	Notes	31 Dec 20	31 Dec 19
ASSETS			
Fixed Assets			
Office Equipment		1	1
Total Fixed Assets		1	1
Current Assets			
	11		
Other Current Assets			
Accounts Receivable			250
Prepaid expenses		257	
Total Other Current Assets		257	250
Cash at bank and in hand			
CAFCash Current			
Gen		40,196	57,149
LEP		1,746	2,978
Total CAFCash Current		41,942	60,127
Cash		9	80
Cash Receipts			
Paypal		1,156	755
Total Cash at bank and in hand		43,106	60,962
Total Current Assets		43,363	61,212
Current Liabilities			
	12		
Accounts Payable			
Accounts Payable			859
Total Accounts Payable			859
Other Current Liabilities			
HMRC Payments (Dec)		802	2,019
Prepaid Deposits			310
Provisions		720	2,000
Total Other Current Liabilities		1,522	4,329
Total Current Liabilities		1,522	5,187
NET CURRENT ASSETS		41,841	56,025
TOTAL ASSETS LESS CURRENT LIABILITIES		41,842	56,026
		4,000	6,000
		37,842	50,026
NET ASSETS			
Capital and Reserves			
Advertising		2,473	2,473
DEM Post and Office		17,016	24,208
Development & Training			
CoMPass		6,536	6,209
Development Fund		697	697
MK Development Chaplain		6,423	6,423
Total Development & Training		13,656	13,329
Ecumenical Study Centre		4,750	4,750
Gentlespaces		1,128	
Leipzig		296	296
LEP Funding Scheme		1,810	2,732
Pension Fund	17	(4,000)	(6,000)
Sector Team			7,395
Unrestricted General Fund		713	843
Total Charity Funds	13	37,842	50,026

Signed on behalf of Milton Keynes Mission Partnership

Alison Drury - Chair of Trustees

Adrian Prisk - Treasurer

Notes to the Financial Statements

1 Accounting policies

a) 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 (FRS 102) (effective 1 January 2015) — (Charities SORP (FRS 102)), Update Bulletin 1, and the requirements of the Companies Act 2006.

Milton Keynes Mission Partnership meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at the historical cost convention or transaction value unless otherwise stated in the relevant accounting policy note(s).

The financial statements have been prepared to give a 'true and fair' view and have therefore necessarily departed from the extant Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Statement of Recommended Practice: Accounting and Reporting by Charities applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Statement of Recommended Practice: Accounting and Reporting by Charities effective from 1 April 2005, which has since been withdrawn.

The Trustees have taken advantage of the exemption in FRS102 Section 1A, Update Bulletin 1, from including a cashflow statement in the financial statements on the grounds that the organisation is small.

An explanation of how transition to FRS 102 has affected the reported financial position and financial performance is given in note 16.

b) Going concern

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. Thus, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

Fixed assets and depreciation

Computer equipment for use by the Mission Partnership is included in the financial statements at cost less accumulated depreciation; depreciation is charged over 4 years on a reducing balance basis. The Mission Partnership holds no other fixed assets.

c) Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

e) Debtors

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

f) Income

All income to the Mission Partnership is recognised when due except for donations and other gifts which are recognised on receipt. All resources expended are recognised when they fall due. All items of incoming and outgoing resource are shown gross.

g) Creditors & Provisions

Basic financial liabilities are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Accounts payable are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not they are presented as non-current liabilities

h) Pensions

Mission Partnership contributes to a defined benefit scheme which is considered to be a multi-employer scheme as described in Section 28 of FRS 102. This means it is not possible to attribute the Scheme's assets and liabilities to specific employers and that contributions are accounted for as if the Scheme were a defined contribution scheme. The pensions costs charged to the SoFA in the year are contributions payable towards benefits and expenses accrued in that year, plus any impact of deficit contributions (see note 17).

In accordance with FRS17, Mission Partnership also contributes to a defined contribution scheme for other staff. Payments made to the scheme are charged to the SoFA as they are incurred.

2 Funds

Unrestricted funds represent the funds of the Mission Partnership which are not subject to any restriction regarding their use and are available for any application at the discretion of the Mission Partnership. Further details are given in Note 13a to the financial statements.

Restricted funds represent the funds of the Mission Partnership which are subject to any restriction on their use, either through the wishes of the donor or by nature of the income generated. Further details of the restricted funds are given in Note 13b to the financial statements.

3 Donations and legacies

Donations and legacies	2020	2019
LEP Funding scheme (per note 4)	261,590	242,919
Denominational Grants	51,043	90,476
Other donations	2,550	10,200
	315,184	343,594

4 LEP Funding Scheme

The Local Ecumenical Partnerships Funding Scheme commenced on the 1 January 1997 and the Mission Partnership receives contributions from the LEPs according to the denominational assessments and passes these contributions to ministry to the denominations concerned.

The following analysis shows the contributions received and contributions paid as shown in total in the Statement of Financial Activities.

a) Income

Received from LEPs	2020 ODBF	2020 MP	2019 MP
Christ the Cornerstone	55,943	34,608	33,730
Stantonbury		111,000	132,500
Walton	65,709	8,520	6,526
Watling Valley	111,747	44,406	41,970
Woughton	47,405	44,130	8,501
Newton Longville		5,600	5,041
West End, Wolverton		12,846	12,971
Whaddon Way		480	1,680
	280,804	261,590	242,919

b) Expenses

Denominational Ministry contributions	2020 ODBF	2020 MP	2019 MP
C of E (Oxford Diocese)	280,804	91,000	113,773
United Reformed Church Trust		41,985	42,524
Methodist Church (MK Circuit)		113,518	70,762
Baptist Home Mission (CBA)		7,600	7,400
Baptist Union subs		700	700
	280,804	254,803	235,159
To DEM fund		7,710	7,790
	280,804	262,513	242,949

There have been movements between the denominational staffing levels, especially Methodist and URC. This explains the changes in the payments to the denominations. The contributions when paid at 100% now meet the full cost of the ministry, In 2020 one LEP managed only 75% of their budgeted contributions, the others were able to pay in full.

The Oxford Diocese offers a 1% discount to parishes and LEPs who guarantee payment by monthly direct debit. With the exception of Stantonbury, all have taken up this offer and paid their Anglican contributions directly. This worked well for the past five years and we do not propose making any changes for 2021. This is shown above in columns headed 2020 ODBF.

5 Stipend, housing & travel

			2020	2019
	DEM	Sector	Total	Total
Stipend costs	30,324	6,854	37,178	56,991
Employer's NI	3,973	648	4,621	6,496
Employer NI rebate	(3,427)		(3,427)	(3,000)
Housing costs	9,619		9,619	9,536
Tax and NIC on Housing	1,629		1,629	1,573
Employer Pension	9,760	2,393	12,153	19,122
Travelling costs	77		77	1,227
	51,955	9,895	61,850	91,945

6 Other costs

	2020	2019
Administrator Salary	7,765	7,530
Administrator Pension	779	749
Advertising and Promotion	-	-
Audit Fee	720	2,120
Bank and Paypal Charges	69	67
Computer and Telephone Expenses	2,505	2,087
Conference Costs	2,880	-
Course Costs	164	628
Gifts	-	128
Insurance	244	224
Items Resold	-	-
Office rent	1,500	1,500
Payroll Costs	90	132
Postage, telephone, print & copying	121	796
Subscriptions	350	644
Miscellaneous expenses	79	219
	17,265	16,823

7 Staff

Staff Costs	Stipend	Admin	2020	2019
Wages & Salaries	37,178	7,765	44,943	64,521
Social Security	1,194		1,194	3,496
Pension Costs	12,153	779	12,932	19,871
Total			59,069	87,887

Employees	2020	2019
No. employees earning more than £60,000	none	none
The average number of employees during the year, analysed by function:	2	3
• MKMP & MKCF Ministerial Activities (SN & JR Jan > Mar) - (JR from Apr 2020)	2/1	2
• Management and Administration	1	1
Total	3/2	3

The funding for the Sector Team minister came to an end on 31st December 2019. MKMP continued to manage the payroll until 31st March 2020 after which he was employed by MK Christian Foundation.

MK Mission partnership had a staging date for 'Auto-enrolment' of 1st October 2017. This places a legal obligation on employers to ensure that eligible employees are enrolled in an appropriate pension scheme. Other employees not automatically eligible can also join. This process has been completed and a statement of compliance issued by the Pensions Regulator. A re-declaration of compliance was completed on 14th December 2020. This process is repeated triennially.

8 Non-cash contributions

The following sector ministry costs are met by direct payment; these costs have not been included as part of resources expended in the Statement of Financial Activities, nor has a corresponding valuation of the benefit received been made as part of incoming resources.

Housing: House provided by the Diocese of Oxford for Sector Team Minister. This ceased 31st March 2020

Volunteers: In addition the Mission Partnership relies on volunteers for a substantial part of its work.

9 Transactions with associated charity

The Sector Team is part of the management of the Milton Keynes Christian Foundation Limited, a company limited by guarantee. Many of the Sector Team's activities are carried out through this company and the Mission Partnership both provides financial support towards and receives a contribution from funds generated by its activities as shown in the Statement of Financial Activities. Funding for this account from MK Deanery and Oxford Diocese was withdrawn on 31st December 2019 and funding from MKCF to MKMP ceased on 31st March 2020.

10 Tangible fixed assets

A new office computer was purchased in 2017. The value of this was below £500 so does not appear as a fixed asset on the balance sheet. Most of the equipment has been donated and does not have any monetary value.

11 Debtors and prepayments

Current Assets	2020	2019
Prepayments and accrued income	257	-
Employer and Public Liability Insurance	257	-

12 Creditors and accrued charges

Current Liabilities	2020	2019
Audit Fee	720	2,000
Prepaid Deposits Woughton LEP	-	310
HMRC Tax and NIC December	802	2,019
Accounts Payable	-	859
	1,522	5,187

13a Funds – Unrestricted Funds

Unrestricted Funds	Balance	Movement	Fund	Balance
	31/12/2019	in funds	Transfers	31/12/2020
General Funds	843	(130)		713
Designated Funds				
Equipment Fund	1			1
Development and Education				
CoMPass Training Fund	6,209	327		6,536
Development Fund	697			697
Milton Keynes Dev Chaplain	6,423			6,423
Total Unrestricted Funds	14,173	197		14,370

13b Funds – Restricted Funds

Restricted Funds	Balance	Movement	Balance
	31/12/2019	in funds	31/12/2020
DEM and Office	24,208	(7,192)	17,016
Sector Team Fund	7,395	(7,395)	-
LEP Funding Scheme	2,732	(922)	1,810
Gentlespaces		1,128	1,128
Leipzig	296		296
Ecumenical Study Centre	4,750		4,750
Advertising Fund	2,473		2,473
Pension Fund	(6,000)	2,000	(4,000)
Total Restricted Funds	35,854	(12,382)	23,472
Total Funds	50,027	(13,464)	37,843

The Director of Ecumenical Mission Fund records the stipend and housing costs of the Director of Ecumenical Mission together with the denominational contributions made to meet those costs.

The Director's travelling and general expenses and the majority of expenses incurred in administering the Partnership, including office rent and payments made to the administrator are paid from this fund.

The Sector Team Fund records the stipend cost of the Director of the Christian Foundation. Housing costs are not met by the Mission Partnership. This ceased on 31st March 2020 after withdrawal of funding by MK Deanery/Oxford Diocese.

The Milton Keynes Development Chaplain Fund includes funding for future development work in Milton Keynes. This has now been linked with the other Education and Training funds.

The Ecumenical Study Centre Fund originates from a grant received in 2010 and a further grant of £4,000 received during 2011 to assist in the establishment of an Ecumenical Study Centre.

The CoMPass project was created towards the end of 2013 and receives money from course attendees and other grants and is used as a source of funding for the courses set up by the Director and in other mission initiatives. This has been a valued resource. In 2017 we established more formal procedures for the engagement and payment of contractors to run the courses.

The Christmas and Easter Advertising campaigns are under review and there have not been any in 2020. There may be further activity in 2021.

The Gentlespaces fund was new in 2020. It incorporates the grant income received and the expenditure on volunteer training and setup costs.

Restricted Funds – previous year

Restricted Funds	Balance 31/12/2018	Movement in funds	Balance 31/12/2019
DEM and Office	22,209	1,999	24,208
Sector Team Fund	6,360	1,036	7,395
LEP Funding Scheme	2,763	(31)	2,732
Leipzig	296		296
Ecumenical Study Centre	4,750		4,750
Advertising Fund	2,473		2,473
Pension Fund	(19,000)		(6,000)
Total Restricted Funds	19,850	3,004	35,854
Total Funds	36,723	304	50,027

14 Net Assets

Net Assets	Fixed Assets	Net Current Assets	Provision for Liabilities	Total 2020
Restricted Funds		27,472	(4,000)	23,472
Unrestricted and Designated	1	14,370		14,371
Total		41,842	(4,000)	37,843

Net Assets – previous year

Net Assets	Fixed Assets	Net Current Assets	Provision for Liabilities	Total 2020
Restricted Funds		41,854	(6,000)	35,854
Unrestricted and Designated	1	14,170		14,171
Total	1	56,024	(6,000)	50,025

15 Related & Connected Parties

During the period the Partnership received contributions from the Milton Keynes Christian Foundation, a foundation with a common senior staff member. This ceased after 31st March 2020.

The LEPs and sponsoring denominations are the main donors to the charity. The denominations are represented on the trustee body by their most senior local clergy who act as trustees and joint presidents.

16 Prior year Statement of Financial Activities

	Notes	Total Unrestricted Funds	Total Designated Funds	Total Restricted Funds	Total Funds
		£	£	£	£
Income					
Donations and legacies	3	-		343,594	343,594
Income from charitable activities:					
Goods sold		16	-	-	16
Course fees		-	620	-	620
Other income		-	-	-	-
Total income		16	620	343,594	344,230
Expenditure					
Expenditure on charitable activities:					
LEP Denominational Ministry costs	4	-	-	235,159	235,159
Stipend, housing & travelling	5	-	-	91,944	91,944
Other costs	6	2,352	983	13,488	16,823
Pension adjustment	17	-	-	(13,000)	(13,000)
Total expenditure		2,352	983	327,591	330,926
Net income/expenditure and net movements in funds for the year		(2,336)	(363)	16,004	13,304
Reconciliation of Funds					
Fund balance brought forward at 01.01.19		3,139	13,732	19,850	36,722
Fund balance Carried forward at 31.12.19	13	803	13,369	35,854	50,026

17 Pension disclosure

Milton Keynes Mission Partnership participates in the Church of England Funded Pensions Scheme for stipendiary clergy, a defined benefit pension scheme. This scheme is administered by the Church of England Pensions Board, which holds the assets of the schemes separately from those of the Responsible Bodies.

Each participating Responsible Body in the scheme pays contributions at a common contribution rate applied to pensionable stipends.

The scheme is considered to be a multi-employer scheme as described in Section 28 of FRS 102. This means it is not possible to attribute the Scheme's assets and liabilities to each specific Responsible Body, and this means contributions are accounted for as if the Scheme were a defined contribution scheme. The pensions costs charged to the SoFA in the year are contributions payable towards benefits and expenses accrued in that year (2020: £12,153, 2019: £19,122), plus the figures

highlighted in the table below as being recognised in the SoFA, giving a total charge of £10,153 for 2020 (2019: £6,122).

A valuation of the Scheme is carried out once every three years. The most recent Scheme valuation completed was carried out at as 31 December 2018. The 2018 valuation revealed a deficit of £50m, based on assets of £1,818m and a funding target of £1,868m, assessed using the following assumption.

- An average discount rate of 3.2% p.a.;
- RPI inflation of 3.4% p.a. (and pension increases consistent with this);
- Increase in pensionable stipends of 3.4% p.a.;
- Mortality in accordance with 95% of the S3NA_VL tables, with allowance for improvements in mortality rates in line with the CMI2018 extended model with a long term annual rate of improvement of 1.5%, a smoothing parameter" of 7 and an initial addition to mortality improvements of 0.5% pa.

Following the 31 December 2018 valuation, a recovery plan was put in place until 31 December 2022 and the deficit recovery contributions (as a percentage of pensionable stipends) are as set out in the table below.

% of pensionable stipends	January 2018 to December 2020	January 2021 to December 2022
Deficit repair contributions	11.9%	7.1%

As at 31 December 2018 the deficit recovery contributions under the recovery plan in force at that time were 11.9% of pensionable stipends until December 2025.

As at 31 December 2019 and 31 December 2020 the deficit recovery contributions under the recovery

plan in force were as set out in the above table.

For senior office holders, pensionable stipends are adjusted in the calculations by a multiple, as set out in the Scheme's rules.

Section 28.11A of FRS 102 requires agreed deficit recovery payments to be recognised as a liability. The movement in the balance sheet liability over 2019 and over 2020 is set out in the table below.

	2020	2019
Balance sheet liability at 1 January 2020	6,000	19,000
Deficit contribution paid	(3,000)	(3,000)
Interest cost (recognised in SoFA)	-	-
Remaining change to the balance sheet liability* (recognised in SoFA)	1,000	(10,000)
Balance sheet liability at 31 December 2020	4,000	6,000

* Comprises change in agreed deficit recovery plan, and change in discount rate and assumptions between year-ends.

This liability represents the present value of the deficit contributions agreed as at the accounting date and has been valued using the following assumptions set by reference to the duration of the deficit recovery payments:

	December 2020	December 2019	December 2018
Discount rate	0.2%	1.1% pa	2.1% pa
Price inflation	3.1%	2.8% pa	3.1% pa
Increase to total pensionable payroll	1.6%	1.3% pa	1.6% pa

The legal structure of the scheme is such that if another Responsible Body fails, Milton Keynes Mission Partnership could become responsible for paying a share of that Responsible Body's pension liabilities.