

Charity Registration No. SC000345 (Scotland)

DUNDEE CONGREGATIONAL CHURCH
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

DUNDEE CONGREGATIONAL CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Lindsay Craig (Chairperson/ Secretary) Elspeth Collins Dumiso Moyo (Treasurer)
Charity number (Scotland)	SC000345
Principal address	6-8 Constitution Road Dundee DD1 1LY
Independent examiner	Findlays Chartered Accountants 11 Dudhope Terrace Dundee DD3 6TS
Bankers	Bank of Scotland 65-69 Murraygate Dundee DD1 2EA
Principal Office-bearers	Minister - Rev Alan Livingstone BA Chairperson/Secretary - Lindsay Craig Treasurer - Dumiso Moyo Assistant Treasurer - Elspeth Collins
Investment advisors	EdenTree Investment Management Ltd Sunderland SR43 4AY

DUNDEE CONGREGATIONAL CHURCH

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DUNDEE CONGREGATIONAL CHURCH

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees present their annual report and financial statements 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 financial statements and comply with the Charity's constitution, 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 (FRS 102)" (effective 1 January 2019).

Objectives and activities

Dundee Congregational Church exists to worship as an independent Congregational Church.

Achievements and performance

Impact of the Covid-19 pandemic

The Church life was impacted by Covid at the start of the year as the Church only opened its doors on 6th of April 2021. From that date and through the year the operations remained restricted by Covid restrictions and guidelines including social distancing and use of masks during services. However, our members remained steadfast and resolute in their faith through supporting the spiritual and financial life of the church. The months of restricted access to the church building saw an increase in members opting to make donations through online banking provisions. Attempts to claim loss of income from the Church insurance proved too complex and meaningless to pursue.

The Trustees appreciate the continuing support of all members as we continue living through the Covid pandemic and in keeping our Faith to God.

The new constitution

The trustees worked hard to develop a new constitution that was approved by OSCR in the course of 2021 and adopted by church membership.

Financial Investments

The trustees with the support of the Kirk Session resolved to move the church investments from Interactive Investors to Eden Tree Investment Management in November 2021. We are thankful that the process was smooth and diligently executed. We pray for a more stable and viable financial market through the year 2022. As part of this change in church investments significant cash asset was moved from the Bank of Scotland general account to Eden Tree Investment Management for both capital growth and income flows.

Changes in trustees' membership

Our long serving church secretary and trustee Jessie Tarbet retires from these roles in 2022, Her work to the Church will remain deeply entrenched and lessons drawn from her will indeed remain alive in the way the church is administered. We wish Jessie very well as she continues her spiritual life with us and her role in other church activities.

Organ fund 2

Following the completion of phase 1 organ renovation, a new Organ Fund 2 has been established. However, the cost estimates for the next phase are very significant and will required external financial support to grow the Organ Fund 2 account to a level that matches the projected cost of phase 2 refurbishments.

Financial review

At the year end the charity holds £602,694 (2020 - 572,937) in reserves of which £588,157 is unrestricted and of this free reserves not invested in tangible fixed assets or designated amount to £581,039. Amounts designated totalled £154 (2020 - £154).

DUNDEE CONGREGATIONAL CHURCH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

Reserves policy

It is the policy of the congregation to hold enough cash in a bank account to provide running costs for six months, with the bulk of the money in investments which generate an income. When budget forecasts indicate a projected deficit, the Trustees review the investment holdings with a view to raising sufficient funds to cover any shortfall. The current reserves the charity holds exceeds this.

Structure, governance and management

Dundee Congregational Church is a registered charity and is constituted under a Trust Deed. The constitution was adopted on 14 October 1984, amended February 1997, again in March 2017, and most recently in May 2021.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Lindsay Craig (Chairperson/Secretary)

Jessie Tarbet (Secretary)

(Resigned 27 February 2022)

Elsbeth Collins

Dumiso Moyo (Treasurer)

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust Deed. All Trustees are appointed or reappointed at the Annual Church Meeting and are normally chosen from the office bearers.

Organisational structure and decision-making policies

The Kirk Session is chaired by its elected Chairperson and meets five times per year. It appoints Committees responsible for different aspects of the Church work.

The Trustees are responsible for the day to day management of the charity.

The Trustees' report was approved by the Board of Trustees.



Dumiso Moyo (Treasurer)

Trustee

22 March 2022

DUNDEE CONGREGATIONAL CHURCH

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF DUNDEE CONGREGATIONAL CHURCH

I report on the financial statements of the Charity for the year ended 31 December 2021, which are set out on pages 4 to 17.

Respective responsibilities of Trustees and examiner

The Charity's Trustees are responsible for the preparation of the financial statements in accordance with the terms of the Charities and Trustee Investments (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity's Trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the 2006 Accounts Regulations does not apply. It is my responsibility to examine the financial statements as required under section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently I do not express an audit opinion on the view given by the financial statements.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for the financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In connection with my examination, no other matter except that referred to in the previous paragraph has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
 - (ii) to prepare financial statements which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

lesley campbell

Lesley Campbell, CA
Independent Examiner
Findlays
Chartered Accountants
11 Dudhope Terrace
Dundee
DD3 6TS

Dated: 22 March 2022

DUNDEE CONGREGATIONAL CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

Current financial year

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Total 2020 £
	Notes				
<u>Income from:</u>					
Donations and legacies	2	14,396	896	15,292	19,056
Charitable activities	3	8,918	1,615	10,533	16,255
Investments	4	9,713	147	9,860	16,528
Total income		<u>33,027</u>	<u>2,658</u>	<u>35,685</u>	<u>51,839</u>
<u>Expenditure on:</u>					
Raising funds	5	100	-	100	-
Charitable activities	6	44,402	1,175	45,577	59,101
Total resources expended		<u>44,502</u>	<u>1,175</u>	<u>45,677</u>	<u>59,101</u>
Net gains/(losses) on investments	10	41,154	(1,405)	39,749	(58,003)
Net movement in funds		29,679	78	29,757	(65,265)
Fund balances at 1 January 2021		558,478	14,459	572,937	638,202
Fund balances at 31 December 2021		<u>588,157</u>	<u>14,537</u>	<u>602,694</u>	<u>572,937</u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The notes set out on pages 7 - 17 form part of these financial statements

DUNDEE CONGREGATIONAL CHURCH

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

Prior financial year

	Notes	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
<u>Income from:</u>				
Donations and legacies	2	18,835	221	19,056
Charitable activities	3	14,705	1,550	16,255
Investments	4	16,528	-	16,528
Total income		<u>50,068</u>	<u>1,771</u>	<u>51,839</u>
<u>Expenditure on:</u>				
Charitable activities	6	44,058	15,043	59,101
Total resources expended		<u>44,058</u>	<u>15,043</u>	<u>59,101</u>
Net gains/(losses) on investments	10	(54,151)	(3,852)	(58,003)
Gross transfers between funds		(13,895)	13,895	-
Net movement in funds		<u>(62,036)</u>	<u>(3,229)</u>	<u>(65,265)</u>
Fund balances at 1 January 2020		<u>620,514</u>	<u>17,688</u>	<u>638,202</u>
Fund balances at 31 December 2020		<u><u>558,478</u></u>	<u><u>14,459</u></u>	<u><u>572,937</u></u>

The notes set out on pages 7 - 17 form part of these financial statements

DUNDEE CONGREGATIONAL CHURCH

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	11		6,964		11,130
Investments	12		499,232		344,443
			<u>506,196</u>		<u>355,573</u>
Current assets					
Cash at bank and in hand		99,383		219,365	
Creditors: amounts falling due within one year	14	<u>(2,885)</u>		<u>(2,001)</u>	
Net current assets			96,498		217,364
Total assets less current liabilities			<u>602,694</u>		<u>572,937</u>
Income funds					
Restricted funds	16		14,537		14,459
<u>Unrestricted funds</u>					
Designated funds			154		154
			<u>154</u>		<u>154</u>
General unrestricted funds	17		588,003		558,324
			<u>588,157</u>		<u>558,478</u>
			<u>602,694</u>		<u>572,937</u>

The financial statements were approved by the Trustees on 22 March 2022



Dumiso Moyo (Treasurer)
Trustee

The notes set out on pages 7 - 17 form part of these financial statements

DUNDEE CONGREGATIONAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

Dundee Congregational Church is a charitable organisation registered with OSCR (charity number SC000345). The principle office is 6-8 Constitution Road, Dundee, DD1 1LY.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's governing document, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 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.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out the the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Charity.

Investment income, gains and losses are allocated to the appropriate fund.

1.4 Income

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

DUNDEE CONGREGATIONAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the Charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	Not depreciated
Office equipment	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

DUNDEE CONGREGATIONAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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 payments 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.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations 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. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Donations and gifts	14,396	896	15,292	18,835	221	19,056

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Donations and gifts						
Tay Charitable Trust	1,000	-	1,000	1,000	-	1,000
Benevolent Fund	-	896	896	-	221	221
A.H. Kelly Bequest	-	-	-	5,000	-	5,000
Other	13,396	-	13,396	12,835	-	12,835
	<u>14,396</u>	<u>896</u>	<u>15,292</u>	<u>18,835</u>	<u>221</u>	<u>19,056</u>

DUNDEE CONGREGATIONAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

3 Charitable activities

	Congregational Church 2021 £	Congregational Church 2020 £
Weekly envelopes	5,765	3,382
Tax recovered on gift aid	-	9,913
Ordinary offerings	1,479	316
Organ fund	1,615	1,550
Use of premises	760	480
Other charitable activities	914	614
	<u>10,533</u>	<u>16,255</u>
Analysis by fund		
Unrestricted funds	8,918	14,705
Restricted funds	1,615	1,550
	<u>10,533</u>	<u>16,255</u>

4 Investments

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £
Income from listed investments	<u>9,713</u>	<u>147</u>	<u>9,860</u>	<u>16,528</u>

5 Raising funds

	Unrestricted funds 2021 £	Total 2020 £
Investment management	<u>100</u>	<u>-</u>
	<u>100</u>	<u>-</u>

DUNDEE CONGREGATIONAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

6 Charitable activities

	Congregational Church 2021 £	Congregational Church 2020 £
Staff costs	7,573	7,710
Depreciation and impairment	4,166	4,166
Minister - stipend	15,365	15,274
Minister - pulpit supply	655	-
Donations	1,025	728
Minister - expenses	3,528	3,240
Cleaning	-	128
Church repairs	982	770
Heat & light	1,294	2,501
Insurance	5,063	5,701
Council tax	235	216
Taxis	161	183
Telephone, printing & stationery	255	302
Organ & music	1,018	14,255
Miscellaneous expenses	1,217	487
	<u>42,537</u>	<u>55,661</u>
Share of governance costs (see note 7)	3,040	3,440
	<u>45,577</u>	<u>59,101</u>
Analysis by fund		
Unrestricted funds	44,402	44,058
Restricted funds	1,175	15,043
	<u>45,577</u>	<u>59,101</u>

DUNDEE CONGREGATIONAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Accountancy	-	3,040	3,040	-	3,440	3,440
	<u>-</u>	<u>3,040</u>	<u>3,040</u>	<u>-</u>	<u>3,440</u>	<u>3,440</u>
	<u>-</u>	<u>3,040</u>	<u>3,040</u>	<u>-</u>	<u>3,440</u>	<u>3,440</u>
Analysed between Charitable activities	-	3,040	3,040	-	3,440	3,440
	<u>-</u>	<u>3,040</u>	<u>3,040</u>	<u>-</u>	<u>3,440</u>	<u>3,440</u>

Governance costs includes payments to the independent examiner of £3,040 (2020 - £3,440) for independent examination fees.

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

9 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Total employees	2	2
	<u>2</u>	<u>2</u>

Employment costs

	2021 £	2020 £
Admin wages and salaries	7,113	7,080
Minister stipend	15,365	15,274
Other pension costs	460	630
	<u>22,938</u>	<u>22,984</u>

There were no employees whose annual remuneration was more than £60,000.

DUNDEE CONGREGATIONAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

10 Net gains/(losses) on investments

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Unrealised appreciation/ (depreciation) in year	31,266	-	31,266	(54,151)	(3,852)	(58,003)
Net gain/(loss) on realisation of investments	9,888	(1,405)	8,483	-	-	-
	<u>41,154</u>	<u>(1,405)</u>	<u>39,749</u>	<u>(54,151)</u>	<u>(3,852)</u>	<u>(58,003)</u>

11 Tangible fixed assets

	Freehold land and buildings	Office equipment	Total
	£	£	£
Cost			
At 1 January 2021	2,800	16,662	19,462
At 31 December 2021	<u>2,800</u>	<u>16,662</u>	<u>19,462</u>
Depreciation and impairment			
At 1 January 2021	-	8,332	8,332
Depreciation charged in the year	-	4,166	4,166
At 31 December 2021	<u>-</u>	<u>12,498</u>	<u>12,498</u>
Carrying amount			
At 31 December 2021	<u>2,800</u>	<u>4,164</u>	<u>6,964</u>
At 31 December 2020	<u>2,800</u>	<u>8,330</u>	<u>11,130</u>

DUNDEE CONGREGATIONAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

12 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2021	344,443
Additions	497,000
Valuation changes	31,265
Disposals	(373,476)
	<hr/>
At 31 December 2021	499,232
	<hr/>
Carrying amount	
At 31 December 2021	499,232
	<hr/> <hr/>
At 31 December 2020	344,443
	<hr/> <hr/>

Investment risks

FRS 102 requires the disclosure of information in relation to certain investment risks. These risks are set out by FRS102 as follows:

Credit risk: this is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

Market risk: this comprises currency risk, interest rate risk and other price risk

Currency risk: this is the risk that the fair value or future cashflows of a financial asset will fluctuate because of the changes in market interest rates

Interest rate risk: this is the risk that the fair value of future cashflows of a financial asset will fluctuate because of changes in market interest rates

The trust has exposure to these risks because of the investments it makes to implement its investment strategy. The trustees manage investment risks, including credit risk and market risk, within agreed risk limits which are set taking into accounts the Trust's strategic investment objectives. These investment objectives and risk limits are implemented through the investment manager agreements in place with the Trust's investment managers and monitored by the Trustees by regular reviews of the investment portfolios.

Currency risk

The Charity is subject to currency risk because some of the charity's investments are held in overseas markets via the pooled investment vehicles.

Interest rate risk

The charity is subject to interest rate risk through investments comprising bonds.

Other price risk

Other price risk arises principally in relation to equities held in pooled vehicles. The charity manages this exposure to other price risk by constructing a diverse portfolio of investments across various markets.

DUNDEE CONGREGATIONAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

13 Financial instruments	2021	2020
	£	£
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	499,232	344,443
	<u>499,232</u>	<u>344,443</u>
14 Creditors: amounts falling due within one year	2021	2020
	£	£
Other creditors	364	-
Accruals and deferred income	2,521	2,001
	<u>2,885</u>	<u>2,001</u>
	<u>2,885</u>	<u>2,001</u>

15 Retirement benefit schemes

Defined contribution schemes

The Charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the Charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £460 (2020 - £630).

DUNDEE CONGREGATIONAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

16 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2020	Movement in funds				Balance at 1 January 2021	Movement in funds			Balance at 31 December 2021
		Incoming resources	Resources expended	Transfers	Revaluations, gains and losses		Incoming resources	Resources expended	Revaluations, gains and losses	
	£	£	£	£	£	£	£	£	£	£
Mary Stevenson Fund	13,041	-	(60)	-	(3,242)	9,739	-	(150)	(1,361)	8,228
Benevolent Fund	3,837	221	(728)	2,000	(610)	4,720	1,043	(1,025)	(44)	4,694
Organ Fund Phase 1	810	1,550	(14,255)	11,895	-	-	-	-	-	-
Organ Fund Phase 2	-	-	-	-	-	-	1,615	-	-	1,615
	<u>17,688</u>	<u>1,771</u>	<u>(15,043)</u>	<u>13,895</u>	<u>(3,852)</u>	<u>14,459</u>	<u>2,658</u>	<u>(1,175)</u>	<u>(1,405)</u>	<u>14,537</u>

Purpose of funds

Mary Stevenson Fund - The income from this fund is to be used one-half for the purchase of books by the Minister and the other half to be given to the Church for general purposes

Benevolent Fund - This is a fund to provide charity donations or payments to needy members of the Church in special circumstances. Any surplus income at the end of the year is given to charities chosen by Kirk Session.

Organ Fund Phase 1 - These monies were donated to aid the renovation of the organ.

Organ Fund Phase 2 - These monies were donated to aid the renovation of the organ.

DUNDEE CONGREGATIONAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

17 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2020	Transfers	Balance at 1 January 2021	Movement in funds Incoming resources	Balance at 31 December 2021
	£	£	£	£	£
Church Guild	154	-	154	-	154
Drama Club	469	(469)	-	-	-
	<u>623</u>	<u>(469)</u>	<u>154</u>	<u>-</u>	<u>154</u>

Purpose of designated funds

Church Guild - to cover meeting costs incurred by the Guild.

Drama Club - to support costs associated with the members drama club.

18 Analysis of net assets between funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Fund balances at 31 December 2021 are represented by:						
Tangible assets	6,964	-	6,964	11,130	-	11,130
Investments	499,232	-	499,232	332,352	12,091	344,443
Current assets/ (liabilities)	81,961	14,537	96,498	214,996	2,368	217,364
	<u>588,157</u>	<u>14,537</u>	<u>602,694</u>	<u>558,478</u>	<u>14,459</u>	<u>572,937</u>

19 Related party transactions

During the year 4 Trustees made donations to the charity amounting to £6,033 (2020 - 4 Trustees - £5,301)