



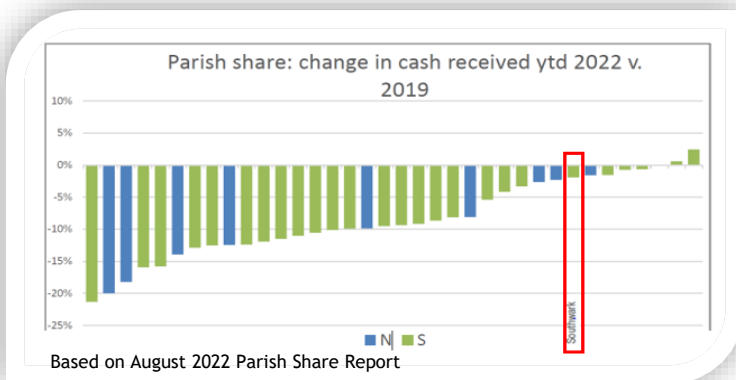
## Diocesan Synod

### 2023 Budget

The Vice Chair of the DBF to move that the consolidated budget for 2023 now be considered and that:

**“This Synod approve the total 2023 budget expenditure of £25,738,622 which is based on total 2023 budgeted income of £25,642,068.”**

1. The Diocesan Council of Trustees (DCT) approved the draft budget for recommendation to the Synod at its meeting on 22 October 2022. The Policy and Finance Committee (PFC) in September has also scrutinised and recommended the draft budget to the DCT.
2. The 2023 budget (with assumptions presented using PowerPoint at Synod) shows an improved position from that presented as a forward view to Synod in December 2020. The budget for 2023 is broadly balanced, compared to the forward view of a deficit of £0.7m.
3. The budget for 2023 is presented against a forecast out-turn for 2022 better than budget. The budget for 2022 is for a deficit of £1.1m. The forecast as at the end of September is for a deficit of £0.4m. Within the budget for 2022 is a contingency of £0.5m created by a windfall grant from Trust for London. At present we see no call upon that contingency with only a short period of 2022 remaining. If there were no call upon the contingency and the forecast continued to improve the Trust for London grant could be retained in the Southwark Vision Development Fund and released to support activity in future years.
4. The improved forecast for the current year is in large part due to the generosity of our parishes and the resilience of the Parish Support Fund (PSF) model. At the end of September 2022, the collection rate was 99.1%. The high collection rate and one-off gifts meant that PSF was over £0.1m ahead of target. Our parishes have been magnificent in honouring their 2022 pledges; being creative and encouraging giving despite the economic uncertainties and the challenges of returning from Covid restrictions.
5. According to the August Parish Share Report, the 37 mainland dioceses for which there is August 2022 data have experienced a year to date fall of -8.6% in parish share in the first eight months of 2022 compared to the same period pre-Pandemic three years ago. The year-to-date change varies between +2.4% and -21.3%. Southwark is one of the ten dioceses which has had a fall of less than 5%.
6. The balanced budget is achieved with an overall 1% increase in budgeted PSF for 2023 over budget in 2022. The forward view for 2023 presented to Synod contained a higher PSF increase, but the budget recognises the



increased costs faced by parishes and the financial pressures on many who give. We are budgeting costs overall to be down on the budget for 2022, but with incumbent status and curate posts at the same level in 2023 as in 2022. Clergy costs overall decrease due to confirmed reductions in pensions contributions.

7. As in previous years there will be a full PowerPoint presentation including budget assumptions presented at Synod, which will be circulated subsequently to all members.
8. From 2017 the Diocese has been committed to Southwark Vision, through to 2025, and the budget and forward plan continues to maintain confidence in Southwark Vision.
9. With the current economic turbulence, we have not included a three year forward view in this presentation to Synod. We will present a three year forward view to Synod in March 2023 when we anticipate there may be greater clarity on the financial and economic outlook. This approach was supported by the DCT.
10. The Vice Chair of the DBF to move that the budget for 2023 now be considered and that:  
**“This Synod approve the total 2023 budget expenditure of £25,738,622 which is based on total 2023 budgeted income of £25,642,068.”**

The Diocesan Secretary

November 2022

**Budget 2023****Incoming Resources**

Parish Support Fund

Parochial Fees

Grants Received

Investment Income

Property Income

Other Income

Property Gain

**Total Incoming Resources****Resources Expended**

Clergy Costs

Property Costs

Vocations (Ordained)

Ministry &amp; Discipleship

IME2

Wychcroft

Mission (Including JPIC)

Strategic Development

Fresh Expressions and Pioneering

Area Mission &amp; Office Costs

Safeguarding

Communications

Office Buildings

IT

Administration

Human Resources

Board of Education

Contributions to National Church

Contingency

2023

Budget

£

15,929,773

398,096

3,424,228

1,021,557

972,680

929,407

2,966,327

25,642,068

12,550,244

3,663,912

947,413

495,456

67,164

318,851

539,652

637,393

132,571

789,020

451,809

333,481

368,122

434,698

1,699,839

247,412

362,424

1,699,160

0

25,738,622

2022

Sept FY Forecast

£

15,881,087

331,637

4,099,923

1,078,423

971,465

925,730

2,439,697

25,727,961

12,961,862

3,716,211

765,321

367,660

61,439

270,922

453,578

434,991

219,613

892,874

343,845

245,095

391,381

457,242

1,711,656

272,828

355,318

1,742,523

500,000

26,164,357

## 2023 Capital Plan

	Total 2022 £	Total 2023 £	Grand total £
<b>Sale Proceeds</b>			
Property Sales	6,200,000	6,000,000	12,200,000
<b>Total Sale Proceeds</b>	<b>6,200,000</b>	<b>6,000,000</b>	<b>12,200,000</b>
<b>Costs</b>			
Purchase of Property	-4,150,000	-7,050,000	-11,200,000
Construction	-604,000	-295,000	-899,000
Professional Fees	-142,330	-125,500	-267,830
<b>Total Cost</b>	<b>-4,896,330</b>	<b>-7,470,500</b>	<b>-12,366,830</b>
<b>Net Income</b>	<b>1,303,670</b>	<b>-1,470,500</b>	<b>-166,830</b>