

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

Financial Statements

Year ended 31 March 2012



BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

CONTENTS

Company Information	1
Directors' Report	2
Auditors' Report	6
Statement of Financial Activities	7
Balance Sheet	8
Cash Flow Statement	9
Notes to the Financial Statements	10

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

COMPANY INFORMATION

COMPANY NUMBER

3112321

CHARITY NUMBER

1051023

DIRECTORS

G McIntyre - Chairman
A Ball
Rev S C Carter
R Chapman
S D Loescher
Mrs R Mountford
O G Nicholds
A Noble

COMPANY SECRETARY

A Cutler

REGISTERED OFFICE

75 Watery Lane Middleway
Bordesley
Birmingham
B9 4HN

BANK

HSBC Bank plc
22-24 Colmore Row
Birmingham
B3 2QD

SOLICITORS

Garner Canning & Co
301-303 Chester Road
Castle Bromwich
Birmingham
B36 0JG

AUDITORS

Mazars LLP
45 Church Street
Birmingham
B3 2RT

DIRECTORS' REPORT

The Directors present their report and the financial statements for the year ended 31 March 2012

STRUCTURE, GOVERNANCE AND MANAGEMENT

GOVERNING DOCUMENT

The Mission is a Charitable Company Limited By Guarantee, operating under Charity number 1051023. It was incorporated on 10th October 1995 and on 1st April 1996 took over the assets, liabilities and financial activities of Birmingham City Mission, a Charity operating under Charity number 258209. The Company was established under a Memorandum of Association which established the Objects and powers of the Charitable Company and is governed under its Articles of Association. In the event of the Company being wound up Members are required to contribute an amount not exceeding £10.

RECRUITMENT AND APPOINTMENT OF TRUSTEES/DIRECTORS

The Directors of the Company are also Charity Trustees for the purposes of Charity Law.

Under the requirements of the Memorandum and Articles of Association one third of the Directors must 'retire by rotation' each year but may be re-elected by the Members at the Annual General Meeting if they are willing to stand again. Mr R Chapman, Mr S Loescher and Mrs R Mountford, being eligible, offer themselves for re-election this year.

As the principal Object of the Charity is to spread the Gospel of Jesus Christ throughout the City of Birmingham, and in pursuance of that Object, to provide relief for the homeless, infirm, sick, aged or needy, it is important that such needs are reflected through the diversity of the Trustee body. To ensure attainment of the Objects, Trustees are recruited mainly from the Membership, where involvement and knowledge of the Charity already exists.

The Trustee body is representative of a range of church interests and includes some professional expertise in the areas of finance, law, medicine and pastoral care, and the Trustees co-opt additional expertise as and when required.

Trustee Induction and Training

Most Trustees are already familiar with the practical work of the Charity, having been involved as Members for some time. Additionally, new Trustees are invited and encouraged to familiarise themselves with the Charity and the context within which it operates. A detailed information pack is available and given to each new Trustee and they are further encouraged to spend time, when practical, in specific sections of the Mission. Away days are arranged from time to time to cover specific matters and external consultation is engaged when appropriate.

Risk Management & Health and Safety

The Board is committed to ongoing assessment of the major risks to which the Mission is exposed and are confident that the system of reporting which currently exists will advise them on a regular basis of potential difficulties and enable them to take steps to lessen these risks.

Health and Safety Policy is under regular review. A sub-committee of the Board monitors safety matters and they and the Safety Officer report to the monthly meeting to keep the Board informed of changes in regulations together with current progress in procedures and risk assessment. Additionally we use the services of specialist advisors as and when required.

Organisational Structure

The Board currently consists of 8 members who meet monthly and are responsible for the strategic direction and policy of the charity. The Company Secretary, Chief Executive and Finance Administrator also attend the Board meetings but have no voting rights. A scheme of delegation is in place and day to day responsibility for the provision of the services rests with the Chief Executive along with the Finance Administrator who is also deputy CEO.

The Chief Executive is responsible for ensuring that the Charity delivers the services specified and that key performance indicators are met and the Finance Administrator oversees matters to do with maintenance of buildings etc. as well as the normal finance matters.

VOLUNTEERS

Without our volunteers the Charity would not be able to function effectively. The 140 volunteers who currently assist the Mission serve in many different capacities and their time involvement ranges from a few hours per month to 3 days per week. Seasonal projects, especially at Christmas, attract many extra volunteers. The volunteers are an invaluable asset and the Board and the Executives would take this opportunity to express their grateful appreciation for all that they do.

DIRECTORS' REPORT

OBJECTIVES AND ACTIVITIES

The Company's Objects and principal activities are to

- preach the Gospel of the Lord Jesus Christ throughout the City of Birmingham and its environs,
- in pursuance of this, to provide relief, by various means, for the infirm, sick, aged and needy individuals and families within the area,
- provide lodgings and temporary accommodation of all kinds

ACHIEVEMENTS AND PERFORMANCE

The main areas of charitable activity are evangelism and care and a summary of the achievements in these activities is set out below. The Trustees are satisfied that these achievements clearly demonstrate that the Charity has throughout the year fulfilled its responsibility to meet the requirement of providing a Public Benefit and has thereby complied with its duty to have due regard to the guidance published by the Charity Commission.

EVANGELISM

This is our principal activity in seeking to achieve our Objective of preaching the Gospel of the Lord Jesus Christ throughout Birmingham and we continue to seek more resources to enable us to reach out further into the city and its surrounding area.

We hold open air meetings and distribute Christian literature twice weekly in the city centre. We have 8 district missionaries who visit many homes regularly and are able to help many in need, both spiritually and practically. Over 45,000 tracts have been handed out (in almost 50 languages), over 30,000 homes visited and 45,000 copies of the 'Good News' paper given out.

Our schools workers have visited over 100 primary schools (out of 300 in the city), taking 311 assemblies and conducting lessons as required by the teaching staff. Additionally we have run 64 after-school club sessions, plus holiday clubs and Christmas and Easter specials. The Bible Exhibition has been taken into schools in some areas and the BCM bus has been to local carnivals and other community events.

The youth work, with 1 youth worker assisted by volunteers, continues in youth clubs, football training and special events. During this past year we have been invited to conduct 126 lessons in secondary schools, 25 assemblies and 4 regular after-school clubs. We held a summer youth camp in Chepstow.

The shop in Kingstanding, which includes the bookshop, has been a good contact point for meeting people and communicating the work and ministry of the Mission and, of course, the message of the Gospel.

CARE

There is an increasing number of 'elderly' in society, so the need is increasing. We were glad to be able to meet some of it through the work of ElderLink, with extended lunch clubs being held three days a week in two locations. The staff and volunteers continue to provide a valuable service and during the year 2,589 lunches were served and over 700 visits made to homes and hospitals. For many elderly people who have few or no family and who may well be shut in all week, were it not for the visit to the lunch clubs, these times are a real blessing.

Other activities, such as the Resource Centre and Basics Bank, both of which are in great demand, provide both food and furniture for many needy people. Some are asylum seekers, and in helping them in their need we offer a welcome to the City, as we seek to express the love of Jesus in a practical way.

Additionally, twice a week over many years, we have provided a meal at the Care Centre. This provision is always oversubscribed, many needy people are fed and there is an opportunity to chat and for those who wish to stay, and many do, there is a short Gospel meeting. We have been located at the Methodist Church in Corporation Street but regrettably that facility has closed and we are urgently seeking other premises and intend to continue the provision as soon as practical.

FINANCIAL REVIEW

During the year, despite some restructuring, the financial situation has not improved, due principally to a noticeable reduction in all income streams. We continue to seek additional income from supporters and trusts, etc. and have put in place various fundraising schemes. However the effect of the current recession continues to take its toll and we are thankful that we have sufficient reserves to enable us to continue full operations while we seek more funding sources.

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

DIRECTORS' REPORT

The Board are confident that the action taken so far and in process, will enable the Mission to continue its work well into the future. The situation and progress of the measures in place are monitored and reported each month to the Board and a further detailed review of the financial situation will take place at the half year.

Principal Funding Sources

Donations, gifts and legacies are our main funding sources and we are most appreciative of the continued and indeed increased support of so many individuals which has greatly mitigated the general downturn in income.

Investment Policy

The cash reserves held by the Charity are likely to be called upon in the short to medium term, consequently investment has been restricted to easily accessible accounts. It is, however, part of our budget/business review to check that the return is comparable with other accounts in the banking sector.

RESERVES POLICY

It remains the policy of the Board to maintain freely available reserves at a minimum level, which would enable the General Fund of the Mission to operate for approximately three months. Freely available reserves are funds which are unrestricted and not invested in fixed assets.

The Mission has sufficient reserves in its General Fund to meet the requirement but the reserves will be under strain in this current year until we increase our regular income.

PLANS FOR FUTURE PERIODS

The Mission continues to seek to expand its donor base and progress has been made. We intended to continue this emphasis and further effort will be applied to that end.

The expectation of moving into new headquarters remains, but due to the current financial uncertainties the Board are reluctant to commit to unnecessary capital expenditure at this stage, until additional funding becomes available. The situation is not immediately urgent but will require some action during the year. This coming year will be another difficult one on the financial front and the matter will remain under review until the way ahead is clearer than at present.

STAFF

The Board takes this opportunity to pay tribute to the Chief Executive, Wesley Erpen, and all of the Mission Staff, for their hard work and loyalty in what has been a particularly difficult year. Their continuing efforts and commitment to the Mission are very much appreciated.

FIXED ASSETS

Details of changes in fixed assets are given in note 7 to the financial statements.

DIRECTORS

The Directors set out below have held office during the whole of the period from 1 April 2012 to the date of this report, unless otherwise stated.

G McIntyre - Chairman
A Ball
Rev S C Carter
R Chapman
S D Loescher
Mrs R Mountford
O G Nicholds
A Noble

DIRECTORS' REPORT

RESPONSIBILITIES OF THE DIRECTORS

Company Law requires the Directors 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 its income and expenditure for that period. In preparing those financial statements, the Directors are required to

- * select suitable accounting policies and then apply them consistently,
- * make judgements and estimates that are reasonable and prudent,
- * comply with applicable accounting standards 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 Company will continue in business

The Directors are responsible for maintaining 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 recommended practice. 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.

STATEMENTS AS TO DISCLOSURE OF INFORMATION TO AUDITORS

In accordance with Company Law, as the Charity's Trustees, we certify that

- so far as we are aware, there is no relevant audit information of which the Charity's Auditors are unaware, and
- we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the Charity's Auditors are aware of that information

AUDITORS

Mazars LLP were Auditors during the year and a resolution to re-appoint them will be proposed at the forthcoming Annual General Meeting

Approved by the Directors on 3 November 2012
and signed on their behalf by



G McIntyre
Chairman

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BIRMINGHAM CITY MISSION

We have audited the financial statements of Birmingham City Mission for the year ended 31 March 2012 which comprise the Statement of Financial Activities, 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 and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 5, the directors (who are also the trustees of the charity for the purposes of charity law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors. This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's web-site at www.frc.org.uk/apb/scope/private.cfm.

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the charity's affairs as at 31st March 2012 and of its incoming resources and application of resources, including 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 Companies Act 2006.

Opinion on the other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of trustees' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.



Glen Jones (Senior Statutory Auditor)

For and on behalf of MAZARS LLP (Statutory Auditor)
45 Church Street
Birmingham
B3 2RT

3 November 2012

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

STATEMENT OF FINANCIAL ACTIVITIES (Incorporating an income and expenditure account)
Year ended 31 March 2012

	Notes	Unrestricted funds £	Restricted funds £	Total funds 2012 £	Total funds 2011 £
INCOMING RESOURCES					
Incoming Resources from Generated Funds:					
Voluntary Income					
<i>Donations</i>		405,565	154,044	559,609	614,721
<i>Legacies</i>		79,193	-	79,193	35,080
<i>Other income</i>		12,980	513	13,493	31,642
Investment income		2,111	2,723	4,834	4,967
Incoming Resources from Charitable Activities	2	<u>125,610</u>	<u>4,021</u>	<u>129,631</u>	<u>212,097</u>
TOTAL INCOMING RESOURCES		<u>625,459</u>	<u>161,301</u>	<u>786,760</u>	<u>898,507</u>
RESOURCES EXPENDED					
Cost of generating funds:					
Cost of generating voluntary income	3	50,157	-	50,157	57,949
Charitable activities	4	622,697	145,118	767,815	950,104
Governance	5	<u>7,400</u>	<u>-</u>	<u>7,400</u>	<u>7,400</u>
TOTAL RESOURCES EXPENDED		<u>680,254</u>	<u>145,118</u>	<u>825,372</u>	<u>1,015,453</u>
NET OUTGOING RESOURCES		(54,795)	16,183	(38,612)	(116,946)
Other recognised gains and losses					
Increase on revaluation		<u>-</u>	<u>-</u>	<u>-</u>	<u>24,250</u>
NET MOVEMENT IN FUNDS		(54,795)	16,183	(38,612)	(92,696)
Fund balances at beginning of year		<u>996,866</u>	<u>240,637</u>	<u>1,237,503</u>	<u>1,330,199</u>
FUND BALANCES AT END OF YEAR	11/12	<u>942,071</u>	<u>256,820</u>	<u>1,198,891</u>	<u>1,237,503</u>

The company has no recognised gains or losses other than the net movement in funds for the year

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

BALANCE SHEET
At 31 March 2012

	Notes	2012	2011
		£	£
FIXED ASSETS	7	446,395	711,266
CURRENT ASSETS			
Stocks	8	25,442	26,853
Debtors and prepayments	9	31,482	49,170
Bank and cash balances		731,103	512,350
		<u>788,027</u>	<u>588,373</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	10	(35,531)	(62,136)
NET CURRENT ASSETS		<u>752,496</u>	<u>526,237</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,198,891</u>	<u>1,237,503</u>
TOTAL NET ASSETS		<u><u>1,198,891</u></u>	<u><u>1,237,503</u></u>
FUNDS			
Unrestricted			
- General funds		612,102	435,804
- Revaluation reserve	7	179,969	411,062
- Designated funds	11a	150,000	150,000
		<u>942,071</u>	<u>996,866</u>
Restricted	12	256,820	240,637
	11b/12	<u><u>1,198,891</u></u>	<u><u>1,237,503</u></u>

Approved by the Board of Directors on 3 November 2012
and signed on its behalf

G McIntyre
Chairman



Company Number 3112321

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

CASH FLOW STATEMENT
Year ended 31 March 2012

	Notes	2012		2011	
		£	£	£	£
NET CASH FLOW FROM OPERATING ACTIVITIES	13(a)		(45,737)		(97,992)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE					
Interest received		4,834		4,967	
Interest paid		-		-	
		<u>4,834</u>	<u>4,834</u>	<u>4,967</u>	<u>4,967</u>
CAPITAL EXPENDITURE					
Purchase of tangible fixed assets		(10,695)		-	
Sale of tangible fixed assets		270,351		30,505	
		<u>259,656</u>	<u>259,656</u>	<u>30,505</u>	<u>30,505</u>
INCREASE/(DECREASE) IN CASH	13(b)		<u>218,753</u>		<u>(62,520)</u>

STATEMENT OF CHANGES IN RESOURCES APPLIED FOR FIXED ASSETS FOR CHARITY USE
FOR THE YEAR ENDED 31 March 2012

	Unrestricted funds	Restricted funds	Total funds 2012	Total funds 2011
	£	£	£	£
Net incoming / (outgoing) resources for the year	(54,795)	16,183	(38,612)	(116,946)
Resources acquired on disposal of tangible fixed assets	269,656	(10,000)	259,656	30,505
	<u>214,861</u>	<u>6,183</u>	<u>221,044</u>	<u>(86,441)</u>

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2012

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements are prepared under the historical cost convention (modified to include the revaluation of land and buildings), in accordance with the requirements of the Statement of Recommended Practice – Accounting and Reporting by Charities, issued March 2005

Incoming resources

Incoming resources represent donations, gifts and legacies, amounts charged to hostel occupants in respect of accommodation provided, income from charity shops and literature sales, grants for revenue expenditure. All income is recognised when receivable and includes any tax recoverable, apart from rent from residents which is only recognised on receipt

Gifts in kind

Gifts in kind are included in the accounts at an estimate of the value to the charity at the date of the gift

Tangible fixed assets

Items of a capital nature costing over £750 are considered for inclusion in fixed assets. Fixed assets, other than freehold property, are shown at cost. Depreciation is provided at rates calculated to write off the cost, less estimated residual value, of each asset on a straight-line basis over its expected useful life as follows

Leasehold land and property	over the length of the lease
Motor vehicles	25% per annum
Equipment and fittings	33% per annum

Freehold property is shown at market value and the buildings are depreciated at 2% per annum. Land is not depreciated

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is calculated using the first-in, first-out method and consists of material costs only.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the directors in furtherance of the general objectives of the Mission and which have not been designated for other purposes

The Revaluation reserve represents the difference between the historic cost of fixed assets and their revalued amount

Designated funds comprise unrestricted funds that have been set aside by the directors for particular purposes

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Mission for particular purposes. The aim and use of each restricted fund is set out in the notes to the financial statements

Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. All expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party

Costs of Generating Funds are all costs attributable to generating income for the charity

Costs of Charitable Activities comprise all expenditure identified as incurred in the pursuit of the charitable objects of the charity

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2012

1. ACCOUNTING POLICIES (CONTINUED)

Resources expended (continued)

Governance Costs comprise costs identifiable as attributable to ensuring the public accountability of the charity and its compliance with regulation and good practice

Apportionment of costs

Costs which cannot be directly attributed to activities represented by restricted funds are charged against unrestricted income

Support costs are apportioned between the charity's activities on the basis of salary costs

2. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	2012 £	2011 £
Restricted funds		
Board and lodgings (including Housing Benefit)	4,021	104,707
Unrestricted funds		
Resource Centre & Shops income	121,860	103,290
Rent receivable	3,750	4,100
	<u>129,631</u>	<u>212,097</u>

3. COST OF GENERATING VOLUNTARY INCOME

	Unrestricted funds £	Restricted funds £	Total 2012 £	Total 2011 £
Staff costs	21,271	-	21,271	28,428
Postage	16,535	-	16,535	17,207
Printing, stationery and other costs	12,351	-	12,351	12,314
	<u>50,157</u>	<u>-</u>	<u>50,157</u>	<u>57,949</u>

4. CHARITABLE ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total 2012 £	Total 2011 £
Provision of Supported Housing	485	4,537	5,022	161,714
The provision of care	61,145	54,690	115,835	141,166
Evangelism	376,415	77,499	453,914	440,041
Shops and Resource Centre	184,652	8,392	193,044	207,183
	<u>622,697</u>	<u>145,118</u>	<u>767,815</u>	<u>950,104</u>

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2012

4. CHARITABLE ACTIVITIES (Continued)

Support costs that cannot be directly allocated have been apportioned on the basis of staff costs. The support costs that are included in the above amounts are as follows:

	Care £	Evangelism £	Shops & RC £	Total 2012 £	Total 2011 £
Employees	15,383	104,263	27,749	147,395	154,474
Premises	3,724	25,236	6,716	35,676	44,515
Office expenditure	2,253	15,266	4,063	21,582	19,501
Irrecoverable VAT	1,992	13,502	3,594	19,088	12,974
Depreciation	946	6,409	1,706	9,061	8,078
Professional & Legal fees	715	4,845	1,289	6,849	8,144
Bank charges	263	1,783	475	2,521	3,262
	<u>25,276</u>	<u>171,304</u>	<u>45,592</u>	<u>242,172</u>	<u>250,948</u>

5. GOVERNANCE COSTS

	Unrestricted funds £	Restricted funds £	Total 2012 £	Total 2011 £
Audit fee	7,400	-	7,400	7,400
	<u>7,400</u>	<u>-</u>	<u>7,400</u>	<u>7,400</u>

6. STAFF COSTS

	2012 No.	2011 No.
Average monthly number of employees:		
Supported Housing Projects	-	4
Evangelism	26	27
Other	10	10
	<u>36</u>	<u>41</u>

No employee was paid remuneration amounting to more than £50,000 in either year.

Directors received no remuneration in either year and were not reimbursed for expenses.

	2012 £	2011 £
Staff costs:		
Wages and salaries	474,333	583,483
Social security costs	30,993	41,713
	<u>505,326</u>	<u>625,196</u>

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2012

7. FIXED ASSETS

	Freehold property £	Leasehold land & property £	Motor vehicles £	Equipment & fittings £	Total £
COST AND VALUATION					
At 1 April 2011	700,000	37,656	61,075	121,854	920,585
Additions	-	-	10,695	-	10,695
Disposals	(265,000)	-	(16,485)	(5,844)	(287,329)
At 31 March 2012	435,000	37,656	55,285	116,010	643,951
DEPRECIATION					
At 1 April 2011	4,783	37,656	47,090	119,790	209,319
Charge for the year	6,894	-	6,959	2,064	15,917
Disposal	(5,352)	-	(16,484)	(5,844)	(27,680)
At 31 March 2012	6,325	37,656	37,565	116,010	197,556
NET BOOK VALUE					
At 31 March 2012	428,675	Nil	17,720	Nil	446,395
At 31 March 2011	695,217	Nil	13,985	2,064	711,266
Freehold property comprises:					
		Land £	Buildings £	2012 Valuation £	2011 Valuation £
1 Isbourne Way		35,000	95,000	130,000	130,000
The Eric Holt Centre		102,000	23,000	125,000	125,000
Pamela House		-	-	-	265,000
45 Brookside		82,600	97,400	180,000	180,000
		219,600	215,400	435,000	700,000

The freehold properties with the exception of 45 Brookside, were revalued as at 12 May 2010 on an open market basis by external valuers, Johnson Fellows LLP, Chartered Surveyors, of Newhall Street, Birmingham. 45 Brookside was revalued as at 18 June 2011 on an open market basis by Watkins & Thomas LLP, Chartered Surveyors, of King Street, Hereford, resulting in the following surpluses

	No 45 Brookside £	No.1 Isbourne Way £	The Eric Holt Centre £	Total £
Valuation	180,000	130,000	125,000	435,000
Cost	(165,000)	(60,700)	(29,331)	(255,031)
Surplus	15,000	69,300	95,669	179,969

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2012

7. FIXED ASSETS (Continued)

The net book value of the properties, based on historical cost would be calculated as follows

	No 45 Brookside £	No.1 Isbourne Way £	The Eric Holt Centre £	Total £
Cost	165,000	60,700	29,331	255,031
Depreciation based on historic cost	(23,376)	(13,862)	(5,522)	(42,760)
Historical net book value	<u>141,624</u>	<u>46,838</u>	<u>23,809</u>	<u>212,271</u>

Leasehold land and property comprises:

	2012 Cost £	2011 Cost £
The 66 year lease (which commenced on 29 September 1965) on the premises at Washington Street and subsequent refurbishment	<u>37,656</u>	<u>37,656</u>

8. STOCKS

	2012 £	2011 £
Goods for resale and hire	<u>25,442</u>	<u>26,853</u>
	<u>25,442</u>	<u>26,853</u>

9. DEBTORS

	2012 £	2011 £
Due within one year		
VAT recoverable	768	771
Prepayments	2,306	1,598
Accrued income	2,491	2,970
Income tax on covenants and Gift Aid	24,355	20,995
Trade debtors	<u>1,562</u>	<u>22,836</u>
TOTAL DEBTORS	<u>31,482</u>	<u>49,170</u>

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2012

**10. CREDITORS: AMOUNT FALLING DUE
WITHIN ONE YEAR**

	2012 £	2011 £
Trade creditors	4,107	33,742
Taxation and social security costs	8,670	9,416
Accruals	22,754	18,978
	<u>35,531</u>	<u>62,136</u>

11 (a). UNRESTRICTED FUNDS

Unrestricted funds include £150,000 that the directors have designated for the purchase of a new headquarters

11 (b). RESTRICTED FUNDS

	Other £	Transport £	Golden Cross Project £	Care Centre £	New Head- quarters £	Total £
Balances at 1 April 2011	4,239	13,985	4,170	10,528	207,715	240,637
Net movement in year	6,965	3,143	(1,908)	3,550	4,433	16,183
	<u>11,204</u>	<u>17,128</u>	<u>2,262</u>	<u>14,078</u>	<u>212,148</u>	<u>256,820</u>

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	Total funds £
Tangible fixed assets	429,267	17,128	446,395
Current assets	548,335	239,692	788,027
Current liabilities	(35,531)	-	(35,531)
	<u>942,071</u>	<u>256,820</u>	<u>1,198,891</u>

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2012

13. NOTES TO CASH FLOW STATEMENT

	2012	2011
	£	£
(a) Reconciliation of net deficit to net cash outflow from operating activities		
Deficit for the year	(38,612)	(116,946)
Gifts in kind	(10,305)	(8,398)
Direct use of gifts-in-kind	10,305	8,398
Depreciation charges	15,917	16,843
Interest receivable	(4,834)	(4,967)
Decrease in debtors	17,688	57,095
Decrease in stocks	1,411	3,242
Decrease in creditors	(26,605)	(24,032)
Profit on sale of fixed assets	(10,702)	(29,227)
Net cash outflow from operating activities	<u>(45,737)</u>	<u>(97,992)</u>
(b) Reconciliation of net cash flow to movement in net funds		
Increase/(Decrease) in cash in the year	<u>218,753</u>	<u>(62,520)</u>
Movement in net funds in the year	218,753	(62,520)
Net funds brought forward	<u>512,350</u>	<u>574,870</u>
Net funds carried forward	<u>731,103</u>	<u>512,350</u>
(c) Analysis of net funds		
Cash at bank and in hand	<u>731,103</u>	<u>512,350</u>
	<u>731,103</u>	<u>512,350</u>

14. CAPITAL COMMITMENTS

	2012	2011
	£	£
Capital expenditure contracted for but not provided for in the financial statements	<u>Nil</u>	<u>Nil</u>

BIRMINGHAM CITY MISSION
A Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2012

15. OTHER FINANCIAL COMMITMENTS

At 31 March 2012, the company was committed to making the following payments under non-cancellable operating leases in the period ending 31 March 2012 -

	Land and buildings £	Other £	Total £
Operating leases which expire:			
Within 1 year	38,700	2,440	41,140
Within 2 to 5 years	-	860	860
After 5 years	9,000	-	9,000
	<u>47,700</u>	<u>3,300</u>	<u>51,000</u>

16. POST BALANCE SHEET EVENTS

During the year ending 31 March 2013, legal ownership of certain properties, which are currently administered by the company, may pass to the company. They will be reflected in the accounts at the market value on date of transfer.

17. RELATED PARTY TRANSACTIONS

One trustee is connected to an employee of the charity. The employment is at arm's length and in the normal course of business.