TRUSTEES' REPORT & FINANCIAL STATEMENTS

FOR THE PERIOD TO 31 DECEMBER 2011

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CHARITY AND COMPANY INFORMATION

Trustees/Directors	Roydon Loveley (Chair)	
	Julian Adams	Mark Adams
	Kirstie Cook	Alison Green
	Simon Holley	Paul Johnson
	Paul Stanyard	
Company Secretary	Linsley Green	
Chief Executive	Alison Green	
Charity number	1139956	
Company number	7433621	
Registered office	King's House 245 Ampthill Road Bedford MK42 9AZ	
Independent Auditors	Mazars LLP The Pinnacle 160 Midsummer Boulevard Milton Keynes MK9 1FF	
Business address	King's House 254 Ampthill Road Bedford MK42 9AZ	
Solicitors	Park Woodfine Heald Mellows LLP 1 Lurke Street Bedford, MK40 3TN	
Bankers	Unity Trust Bank Plc Nine Brindleyplace Birmingham B1 2HB	
	Co-operative Bank Plc 4th Floor, 9 Prescot Street London E1 8BE	

TRUSTEES' REPORT

INTRODUCTION

The Trustees of the King's Arms Project (Bedford) present herewith their annual report, together with the financial statements of the charitable company for the period 9th November 2010 to 31st December 2011 The charity commenced operations on 1st March 2011

King's Arms Project (Bedford) is a social action project working with the homeless and rough sleepers in Bedford The Project operates two residential houses a Nightshelter and a Move-on Hostel (Barton House) It also provides a floating support service called Onward, a Rough Sleeper Outreach service and a community meal known as the Friday Night Meeting

Formerly part of the King's Arms Trust (Bedford) the Trustees/Directors became increasingly aware of the benefits to the Project of becoming a stand-alone charity in its own right This was prompted by the challenges for the Project of fundraising as part of a larger entity with a turnover of over £1,000,000, and the desire for clarity of management and governance structure in a growing organisation Thus the Project became established as a new charitable company in 2011 The trustees/directors of the King's Arms Project (Bedford) are the same as those of the King's Arms Trust (Bedford) with the addition of the Project Chief Executive Alison Green The two charities will maintain close working links and the registered offices of both will be King's House The assets of the Project, totalling £178 5K at the end of February 2011, were transferred from the King's Arms Trust (Bedford) to the new charity on the 1st March 2011

The King's Arms Project (Bedford) is an independent third party and not included in the results of the King's Arms Trust post 1st March 2011. In the opinion of the Trustees, the Project has a separate and independent Board of Trustees, independent executive management, is responsible for its own strategy and direction, prepares its own budgets and finances Board and Management meetings are held separately and are independently minuted. All transactions between the two parties are at arms length

PRINCIPAL OBJECTIVES

The Charity's objects ("Objects") for the public benefit are

a) to relieve financial hardship particularly but not exclusively among the homeless or those at risk of homelessness and to promote and preserve good health by the provision of funds, goods or services of any kind including through the provision of accommodation and support to achieve and maintain independent living meaningful occupation economic independence and to become contributing members of the community in Bedford and in such other parts of the United Kingdom or the world as the Trustees from time to time may think fit and to fulfil such other purposes which are exclusively charitable according to the law of England and Wales and are connected with the charitable work of the Charity.

b) to advance the Christian faith in accordance with the Evangelical Alliance Statement of Beliefs in Bedford and in such other parts of the United Kingdom or the world as the Trustees may from time to time think fit.

TRUSTEES' REPORT

LEGAL AND ADMINISTRATIVE INFORMATION

The King's Arms Project (Bedford) is a charitable company limited by guarantee (Company No 7433621), incorporated on 9th November 2010 and registered as a charity on 20th January 2011 (Charity No 1139956) 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 It commenced operating on the 1st March 2011

Established in 1989, the Project operated as part of the King's Arms Trust (Bedford), from 1st January 2007 to 28th February 2011 The Trust is also a charitable company limited by guarantee (Company No.5899019 and Charity No 1116359) and was originally established as 'The King's Arms Trust', an unincorporated charity no 1044098 from 1st January 1995 to 31st December 2006

TRUSTEES AND LEADERSHIP

The Trustees/Directors of the King's Arms Project (Bedford) comprise three Elders of the King's Arms Church as well as five others with expertise in the fields of business, education and social welfare Trustees are appointed by the Elders, with the approval of the other Trustees The Trustees met 3 times during 2011 in January, May, and October and were regularly consulted and informed on matters of importance The Trustees of the Project are currently as follows

Roydon Loveley (Chair)	Julian Adams	Mark Adams	Kirstie Cook
Alison Green	Simon Holley	Paul Johnson	Paul Stanyard

In the year ended 31st December 2011 the Trustees had insurance cover up to the sum of £1 Million The cost of the insurance was £1,223 50 paid by the charitable company

The day-to-day running of the Project is delegated by the Trustees to a Project Leadership Team comprising the Chief Executive Officer and three senior managers

The report provides details of the activities of the Project and clearly demonstrates the public benefit provided by the Project in compliance with the Charities Act 2006, which came into force in early 2008

FINANCIAL OVERVIEW

The King's Arms Project (Bedford) commenced operating on the 1st March 2011 and thus the Financial Statements audited in this report cover 10 months of operation to the 31st Dec 2011 only. A Statement of Financial Activities for the full 12 months of 2011 is shown at Appendix 1 together with comparative figures for 2010 These unaudited figures are based on the activities of the Project when it was part of the King's Arms Trust (Bedford) prior to the 1st March 2011

TRUSTEES' REPORT

A summary of the income, expenditure and assets (£K) for 2010 and 2011 is shown below

	2010	2011
Income	702 9	713 7
Expenditure	711 3	701.6
Balance	-8 4	12 1
Assets	177 1	189 2

Income totalled £713 7K in 2011 an increase of 1 5% compared with 2010 During 2011 there was a modest surplus of £12 1K (1.7%) compared with a 1 2% deficit in 2010 The assets are the equivalent of around 3 months of expenditure and a proportion are being retained for the possible purchase of a new Nightshelter building during 2012

ACTIVITIES

Bedford has one of the highest incidences of rough sleeping in the UK outside of London and in an attempt to address this issue the King's Arms Project commenced work among the town's street-homeless in 1989 when a Residential House located in Clarendon Street, Bedford was established The aim of each area of the Project is to enable the homeless to move towards sustainable independent living as contributing members of their local community. The support available aids people to a point of stability, leaving behind chaotic lifestyles and life controlling issues such as substance misuse and mental health, while helping them acquire essential life skills and achieve personal goals. Over the life of the Project the scope of the work undertaken has increased and the following services are now provided·

- **Friday Night Meeting** – a weekly community outreach for rough sleepers and those in need, providing signposting to other support services, alongside hot meals and friendship Between 30 and 40 people attend each session.
- **Nightshelter** – 18-bed direct-access overnight accommodation to which individual rough sleepers can self-refer Approx 6,500 bed spaces are offered per annum together with visiting support from outside agencies and a weekly free 'surgery' provided by a local GP
- **Barton House** – a 14-bed hostel providing supported accommodation for between 30 – 40 residents per year (most of whom stay between 6 and 12 months) During their stay residents also have keyworker support and learn basic life skills together with domestic disciplines essential for a successful progression to independent living
- **Rough Sleepers Outreach Service** – involving our support workers engaging informally with a wide range of street homeless clients and helping them to access services and support
- **Meaningful Activities** – during 2011 the Project received funding to employ a dedicated support worker devoted to supporting homeless clients into some form of meaningful activity through volunteering, training and employment, thus helping them to become contributors to their community

Unfortunately one very successful aspect of Project work – the **Onward Floating Support Service**, had to be closed in June 2011 due to a lack of funding One member of staff was redeployed to our Nightshelter but sadly two were made redundant

An additional and important part of the Project's work is providing appropriate and accessible training courses for our residents and clients We currently operate

1) **'Pathways'**, a life skills course for residents at Barton House This covers topics such as Healthy Living, Wellbeing and Recreation, Literacy and Numeracy, IT and Creative Art

2) **'Pre-Tenancy Training'**, a course for Rough Sleepers, equipping them with essential skills for gaining and maintaining a tenancy Now financed by grants and awards, this was originally funded by Bedford Borough Council and is delivered by a member of the Project staff team alongside the Rough Sleepers Outreach Worker with additional input from other areas of the Project and local agencies.

The excellent work undertaken by the Project has been recognised both within Bedford and the UK with different awards and accolades being gained e g 'Pride in Bedford Award' 2009 and the national 'Inspire' Awards 2010 We often have the privilege of hosting visitors from this country and abroad and often enjoy the support of interns from other countries. This has resulted in other similar projects being established in Britain and overseas

FUTURE PLANS

One of the key areas for development for the Project in 2012 is the plan to purchase a building for our Nightshelter work We currently rent a property which has served us well for approx twenty years but now wish to expand our accommodation to provide better facilities for our clients as well as providing additional space for training and day-time activities A significant legacy received by the King's Arms Trust (Bedford) in 2010 and restricted for use by the Project will provide the basis for a deposit and we hope to identify and purchase a suitable property during 2012

PUBLIC BENEFIT

All of the activities of the Project as described in this report are available to, and for the benefit of, the public in both the local and wider community in Bedford and beyond

Thus the Project believes that it fully complies with the requirements of the Charities Act 2006 with respect to public benefit

TRUSTEE INDUCTION AND TRAINING

The Trustees are also directors of the company. As mentioned earlier, Trustees are appointed with the approval of the other Trustees in accordance with the Memorandum and Articles of Association Without exception new Trustees are already familiar with the work of the Project as they are committed members of the King's Arms Church

Prior to their appointment new Trustees will meet with the Chair of the Trustees to review

- The roles and responsibilities of a Trustee
- The main documents which set out the operational framework for the charity including the Memorandum and Articles of Association
- Resourcing and the current financial position as set out in the latest published accounts
- Future plans and objectives
- The Trustee Induction Procedure and Trustee Job Description

STATEMENT OF TRUSTEES' RESPONSIBILITIES

Charitable company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company and of the profit or loss of the charitable company for that period In preparing those financial statements, the Trustees are required to -

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent, and
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and that are sufficient to show and explain the company's transactions This ensures that the financial statements comply with the Companies Act 2006 They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud or any other irregularities

GOVERNANCE

In addition to the oversight provided by Trustees, principally via their meetings generally held at least three times a year, the management and oversight of all governance issues of the Project is provided by a Governance Team which usually meets monthly The Governance Team consists of two Trustees, the Chief Executive, and Finance Officer of the Project and others from the church and King's Arms Trust (Bedford).

The Project currently employs a part-time Finance Officer who regularly meets with the Chairman of the Trustees for a detailed review of the finances Monthly management accounts for the Project are generated, showing actual income and expenditure against the agreed budget in number of categories These are also reviewed at the Governance Team meetings

RESERVES

The policy on reserves, agreed by the Directors/Trustees, is that the Project maintains reserves of three months expenditure The amount currently held over and above the three month expenditure level is being retained for the possible purchase of a new Nightshelter building.

TRUSTEES'REPORT

INVESTMENT POLICY

Reserve funds are placed in higher interest accounts with the Co-operative Bank and a number of other UK banks The interest rates on offer by UK banks and building societies are reviewed on a regular basis and monies moved to gain the best rates

RISK MANAGEMENT

The major financial risks, as recognised by the Directors/Trustees, are as follows

The main risk is a major change in the rules and/or levels in government funding by Housing Benefit and Supporting People In order to mitigate this risk other sources of funds are being pursued

These include trust funds and local government grants. The Project also has an established regular donor base of around 28 individuals who provide approximately £22K per annum mostly through regular standing orders During 2011 the level of income from sources other than Housing Benefit and Supporting People was around 15 5% and it is planned to continue to increase this percentage over 2012 and in subsequent years

The tendering process (through which we had been selected as a provider) to become part of a 'Framework Agreement' with Bedford Borough Council has been abandoned by the council due to circumstances beyond our control As a result, the current Supporting People contract has been extended until March 2013 We are currently awaiting information as to the likely process from that date

POLICIES AND PROCEDURES

Because of the nature of its work with vulnerable adults the Project has established a wide range of policies and procedures, which are reviewed on a regular basis The key policies are as follows

CRB Policy and Procedure	Environmental Policy
Data Protection Policy	Health & Safety Policy
Equal Opportunities Policy	Finance Policy

AUDITORS

The auditors, Mazars LLP were appointed to the Project in 2011 They have signified their willingness to continue to act on the Project's behalf and a resolution to re-appoint them will be proposed at the annual general meeting of the Trustees

Statement of Disclosure to the Auditor

The Trustees have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information

As far as the Trustees are aware, there is no relevant audit information of which the charitable company's auditors are unaware

The Trustees have prepared this report in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities

Approved by the Trustees on 13 April 2012

and signed on their behalf R Lovely **Roydon Loveley,** Chairman of Trustees

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE KING'S ARMS PROJECT (BEDFORD)

We have audited the financial statements of the King's Arms Project (Bedford) for the period ended 31 December 2011 which comprise the Statement of Financial Activities incorporating the Summary Income and Expenditure Account, the Balance Sheet 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 TRUSTEES AND AUDITORS

As explained more fully in the Trustees' Responsibilities Statement set out on page 7, the Trustees (who are also the Directors of the charity for the purposes of company 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 31 December 2011 and of its incoming resources and application of resources, including its income and expenditure, for the period 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 Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE KING'S ARMS PROJECT (BEDFORD)

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, or
- the directors were not entitled to prepare the financial statements and the Trustees' Report in accordance with the small companies regime

Stephen Brown (Senior Statutory Auditor)

for and on behalf of Mazars LLP
Chartered Accountants and Statutory Auditors
The Pinnacle, 160 Midsummer Boulevard, Milton Keynes, MK9 1FF

Date 13 April 2012

STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD ENDED 31 DECEMBER 2011

INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT

	Notes	Unrestricted funds period ended 31/12/11	Restricted funds period ended 31/12/11	Total funds period ended 31/12/2011
Incoming Resources		**£**	**£**	**£**
Incoming resources from generated funds				
Voluntary income				
Donations		42,905	-	42,905
Other income/fundraising		10,605	-	10,605
Investment income		519	-	519
Incoming resources from charitable activities				
Rent & Housing Benefit received		-	203,568	203,568
Supporting People		-	303,910	303,910
Grants received		5,250	29,079	34,329
Total incoming resources	2	**59,279**	**536,557**	**595,836**
Resources expended				
Cost of generating voluntary income		13,297	-	13,297
Charitable activities				
Nightshelter		-	287,937	287,937
Barton House		-	225,599	225,599
Rough Sleepers		-	22,271	22,271
Onward		-	18,895	18,895
MAC		-	7,384	7,384
King's Arms Project		4,402	-	4,402
Governance costs	4	5,400	-	5,400
Total resources expended	3	**23,099**	**562,086**	**585,185**
Net movement in funds		36,180	(25,529)	10,651
Transferred from Charity No 1116359		-	178,522	178,522
Transfers between funds		(7,699)	7,699	-
Balances carried forward as at 31 December 2011	6	**28,481**	**160,692**	**189,173**

The charity's incoming resources and resources expended all relate to continuing operations The charity has no recognised gains or losses other than those included above The notes on pages 13 to 18 form part of these accounts

BALANCE SHEET AS AT 31 DECEMBER 2011

	Notes		2011 £
Fixed assets			
Tangible assets	7		14,060
Current assets			
Debtors	8	12,446	
Bank and cash at hand		227,273	
Total current assets			239,719
Creditors falling due within one year	9		(64,606)
Net current assets			**189,173**
Creditors due after one year			-
Net assets			**189,173**
Funds	10		
Unrestricted funds			28,481
Restricted funds			160,692
Total funds			**189,173**

The notes on pages 13 to 18 form part of these accounts

These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities

The financial statements were approved and authorised for issue by the Trustees on 13 April 2012 and signed on their behalf

R Loveley
Trustee

P Stanyard
Trustee

NOTES TO THE FINANCIAL STATEMENTS

ACCOUNTING POLICIES

1.1 Accounting convention and basis of preparation
The financial statements are prepared under the historical cost convention

The financial statements have been prepared in accordance with applicable accounting standards and comply with the Statement of Recommended Practice "Accounting and Reporting by Charities" issued by the Charity Commission in March 2005, the Charities Act 2011 and the Companies Act 2006

1.2 Income
Income arising from the occupancy of the Nightshelter and Barton House is credited to the relevant restricted fund

Tax credits (gift-aid) are included in the financial statements on an accruals basis as recommended by the Statement of Recommended Practice This means that tax credits are taken into account in the period in which the originating donation was made

Income from grants is recognised in the year that it is received unless the donor specifies otherwise or the grant is given to cover service provision in more than one financial year In such cases the income is deferred (see note 9)

Rents receivable are credited to the relevant restricted fund based on the total due for the current year

Legacies are recognised when the three criteria of entitlement, measurability and certainty are met

1.3 Intangible income and voluntary assistance
Voluntary assistance to the charitable company was provided by over 50 volunteers giving 6,612 hours of service between March and December 2011 Volunteers provided assistance to the King's Arms Project including shifts at the Nightshelter & Barton House and purchasing & preparing food for the Friday Night Meeting

Intangible income is provided by donors of food and clothing for the homeless which is not evaluated in the financial statements. Stocks of consumables have also not been evaluated

1.4 Allocation of costs
Costs are allocated directly to funds whenever applicable Indirect costs are allocated from Project administration to the restricted funds on the basis of total income generated

Staff costs represent direct charges as well as any Project administration salaries and are allocated on the same basis.

1.5 Governance costs
The charitable company has identified the major costs of governance as external costs related to the external auditors and accounts preparation

1.6 Pension costs
The pension costs charged in the financial statements represent the contributions payable by the charitable company during the year

1.7 Operating leases
Rentals payable under operating leases are charged on a straight-line basis over the term of the lease.

1.8 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Fixtures and fittings	20% straight line
Motor vehicles	20% straight line

1.9 Recognition of liabilities

All categories of liabilities are recognised in the period that they are incurred

1.10 Restricted and unrestricted funds

Unrestricted funds are funds given for the general purposes of the charitable company and these funds may be expended on the objects of the charitable company at the discretion of the Trustees

Restricted funds are those funds that have been given for a specific purpose and they must only be expended on that purpose

There is an over-arching fund for King's Arms Project administration This fund receives donations for general expenditure on any aspect of the work for the homeless Within these criteria, the Trustees have discretion as to which restricted fund the funds will be applied to

2 Total incoming resources

Restricted income	Donations & Legacies £	Rent & Housing Benefit £	Supporting People £	Grants £	Other income & fundraising £	Investment income £	Period ending 31.12 11 Total £
Nightshelter	-	115,813	165,623	1,250	-	-	282,686
Barton House	-	87,755	112,720	5,208	-	-	205,683
Onward	-	-	-	12,620	-	-	12,620
Rough Sleepers	-	-	25,567	-	-	-	25,567
MAC	-	-	-	10,001	-	-	10,001
Total Restricted income	**-**	**203,568**	**303,910**	**29,079**	**-**	**-**	**536,557**
Unrestricted income							
King's Arms Project	42,905	-	-	5,250	10,605	519	59,279
Total	**42,905**	**203,568**	**303,910**	**34,329**	**10,605**	**519**	**595,836**

3 Direct charitable expenditure

	Staff Costs £	Direct Costs £	Indirect Costs £	Depreciation £	Period ending 31 12 11 Total £
Nightshelter	194,025	93,347	-	565	287,937
Barton House	156,250	68,580	-	769	225,599
Rough Sleepers	20,215	2,056	-	-	22,271
Onward	14,633	4,140	-	122	18,895
MAC	7,154	230	-	-	7,384
King's Arms Project	-	4,289	-	113	4,402
Sub-total	**392,277**	**172,642**	-	**1,569**	**566,488**
Fundraising & Publicity	12,168	-	1,129	-	13,297
Governance	-	-	5,400	-	5,400
Total	**404,445**	**172,642**	**6,529**	**1,569**	**585,185**

Included in indirect charitable expenditure is auditors' remuneration of £3,000 plus VAT.

Included in direct costs are other staff costs of £4,506

Fundraising and publicity costs relate mainly to staff organising events in the year such as the Sleepout, Gift Days and other events Staff also spend time liaising with and applying to grant-making organisations

4. Corporate Governance	31.12.11
	£
Auditors	3,600
Accountancy	1,800
Total	**5,400**

5. Employee information	31.12.11
	£
Salaries	361,287
Social security costs	27,307
Pension	15,851
Total	**404,445**

The average number of persons employed during the year was 30 which includes part-time staff

	2011
Management & administration	5 5
Nightshelter	12 5
Barton House	8
Onward	2 5
Rough Sleeper	1
Meaningful Activities	0 5
Total	**30**

No employee received remuneration of more than £60,000 Trustee's remuneration during the year was £27,720 being the total remuneration package for one Trustee employed by the King's Arms Project (Bedford) Trustee remuneration is in accordance with the Memorandum & Articles of Association of the Project for services provided to the Project

Trustee expenses were reimbursed to one Trustee during the year totalling £190 being re-imbursement of project expenses & travel costs

6 Movement in funds

	Opening balance	Transfer from 1116359	Income	Expenditure	Transfers	Closing balance 2011
	£	£	£	£	£	£
Unrestricted funds						
King's Arms Project	-	-	59,279	(23,099)	(7,699)	28,481
Restricted funds						
Nightshelter	-	103,142	282,686	(287,937)	-	97,891
Barton House	-	76,804	205,683	(225,599)	-	56,888
Onward	-	(1,424)	12,620	(18,895)	7,699	-
Rough Sleeper	-	-	25,567	(22,271)	-	3,296
Meaningful Occupation	-	-	10,001	(7,384)	-	2,617
Total Restricted funds	**-**	**178,522**	**536,557**	**(562,086)**	**7,699**	**160,692**
Total movement in funds	**-**	**178,522**	**595,836**	**(585,185)**	**-**	**189,173**

For a description of individual restricted funds, please refer to the Trustee's Report

7. Fixed Assets

	Fixtures & fittings	Motor vehicles	Total
Cost	£	£	£
As at 9th November 2010	-	-	-
Transferred from Charity No 1116359 on 1st March 2011	7,964	132	8,096
Additions	1,799	5,890	7,689
Disposals	(50)	(132)	(182)
Cost at 31 December 2011	**9,713**	**5,890**	**15,603**
Depreciation			
As at 9th November 2010	-	-	-
Charge for the year	1,355	214	1,569
Eliminated on disposal	(8)	(18)	(26)
Depreciation at 31 December 2011	**1,347**	**196**	**1,543**
Net book value			
At 31 December 2011	**8,366**	**5,694**	**14,060**

8. Debtors

	2011
	£
Accrued income & prepayments	8,356
Staff loan	599
Tax credit (gift-aid)	3,491
Total debtors	**12,446**

9. Creditors falling due within one year

	2011
	£
Deferred income	43,533
Creditors	15,673
Accrued expenses	5,400
Total creditors	**64,606**

Deferred income	2011
	£
At 1 March 2011	43,011
Received during the year	43,533
Released to incoming resources for the year	(43,011)
At 31 December 2011	**43,533**

Grant income is deferred because the donor has specified use for the next financial year

10 Net assets held by funds

	Fixed assets	Debtors	Bank and cash	Creditors	Total
	£	£	£	£	£
Unrestricted funds					
King's Arms Project	1,174	4,500	59,268	(36,461)	28,481
Restricted funds					
Nightshelter	4,252	6,303	103,899	(16,563)	97,891
Barton House	8,634	1,643	58,193	(11,582)	56,888
Rough Sleeper	-	-	3,296	-	3,296
Meaningful Occupation	-	-	2,617	-	2,617
Total	**14,060**	**12,446**	**227,273**	**(64,606)**	**189,173**

11. Financial commitments and contingent liabilities

At the year end the charitable company was committed to making the following payments under operating leases in the coming year

	Property	Equipment	Total 2011
	£	£	£
Expiring within one year	50,026	2,935	52,961
Expiring within two to five years	99,950	9,091	109,041
Expiring over five years	-	-	
Total	**149,976**	**12,026**	**162,002**

There were no contingent liabilities at the year end

12. Pension costs

During the year defined contribution pension costs of £15,851 were paid on behalf of 23 employees to pension schemes administered independently of the charitable company There were no pension liabilities outstanding at the year end

13. Related Party Transactions

The King's Arms Project (Bedford) was previously part of the King's Arms Trust (Bedford) and now shares many of the same Trustees (Directors) Assets were transferred from the King's Arms Trust (Bedford) to the King's Arms Project (Bedford) at their net book value of £178,522

During the period rent and service charges of £5,898 were paid to the King's Arms Trust (Bedford) for use of offices and conference facilities at King's House There was an outstanding balance due to the King's Arms Trust (Bedford) at the year end of £631

The King's Arms Project is an independent third party and not included in the results of the King's Arms Trust post 1 March 2011 In the opinion of the Trustees the Project has a separate and independent Board of Trustees, independent executive management, is responsible for its own strategy and direction, prepares its own budgets and finances Board and Management meetings are held separately and are independently minuted, all transactions between the two parties are at arms length In the opinion of the Trustees the Kings Arms Trust (Bedford) does not exercise control over the King's Arms Project (Bedford) and so satisfies the requirements not to consolidate the results in the results in these financial statements

COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2011

	Year ending 2011	Year ending 2010
Incoming Resources	**£**	**£**
Incoming resources from generated funds		
Voluntary income		
Donations	49,400	43,560
Other income/fundraising	11,409	15,854
Investment income	519	797
Incoming resources from charitable activities		
Rent received	18,082	14,646
Housing Benefit received	225,640	201,721
Supporting People	364,692	364,692
Onward grants	6,310	42,987
Grants received	37,621	18,649
Total incoming resources	**713,673**	**702,906**
Resources expended		
Cost of generating voluntary income	17,394	18,213
Charitable activities		
Nightshelter	341,091	353,473
Barton House	269,296	274,742
Rough Sleepers	22,271	-
Onward	28,155	56,956
MAC	7,384	-
King's Arms Project	6,225	3,510
Governance costs	9,778	4,378
Total resources expended	**701,594**	**711,272**
Net movement in funds	12,079	(8,366)
Balances brought forward	177,094	185,460
Balances carried forward as at 31 December 2011	**189,173**	**177,094**