

Charity Registration No. 1140235

Company Registration No. 07363967 (England and Wales)

DERBY CITY MISSION LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

DERBY CITY MISSION LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	A N Town H C Disney J S Millard G J Pickup D Radcliffe A Mann R N Orford G R Watkins
Charity number	1140235
Company number	07363967
Registered office	10 Normanton Road Derby DE1 2GW
Auditor	Azets Audit Services Ruthlyn House 90 Lincoln Road Peterborough United Kingdom PE1 2SP
Bankers	Unity Trust Bank Plc 9 Brindley Place Birmingham United Kingdom B1 2HB Charity Aid Foundation Bank 25 Kings Hill Avenue Kings Hill West Malling Kent United Kingdom ME19 4JQ

DERBY CITY MISSION LIMITED

CONTENTS

	Page
Trustees' report	1 - 12
Statement of Trustees' responsibilities	13
Independent auditor's report	14 - 16
Statement of financial activities	17 - 18
Balance sheet	19 - 20
Statement of cash flows	21
Notes to the financial statements	22 - 38

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

The Trustees present their report and financial statements for the year ended 31 March 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 governing document, the Companies Act 2006 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

Principal activities

The principal activities of the Charity are the relief of need amongst citizens of Derby, Derbyshire and surrounding counties based on Christian principles and to advance the Christian faith in the City of Derby and other parts of the world. This is in accordance with the objects contained in the Memorandum and Articles of Association, the charity's governing document.

Charitable objectives

The charitable objects of the company are:

- Relief of need in Derby, Derbyshire and surrounding counties based on Christian principles by means including the offering of debt advice, advocacy, and re-education, working in partnership with other agencies, and such other charitable activities exclusively for the public benefit as the directors may from time to time think fit, in order to achieve community cohesion.
- To advance the Christian faith in the city of Derby and in other parts of the world by means including partnership, training and support to Christian churches according to the statement of beliefs of the Evangelical Alliance.

In their capacity as trustees as well as directors, the trustees consider that they have complied with their duties under section 4 of the Charities Act 2006 to have due regard to the guidance published by the Charity Commission on the subject of public benefit. The charity's activities are summarised below.

The two underlying principles are:

- There must be an identifiable benefit or benefits that arise from the aims, and
- Benefit must be to the public, or a section of the public.

Our main activity for the year has been the continued running of a number of social action projects which come under object 1 of our charitable objects.

Achievements and performance

Our work among the homeless and those requiring debt advice and support to tackle extreme poverty and emerge from chaotic or addictive lifestyles is organised into two separate but operationally linked departments, Crisis Support and Poverty Prevention. Crisis Support covers the operation of our Safe Space, Nightshelters, Recovery Lunch Project and Storehouse, while the Jubilee Project and Basics Bank come under the banner of Poverty Prevention.

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

Crisis Support

Safe Space

This is a pioneering initiative providing entrenched rough sleepers with a 'safe space' to rest and recover, including showering and laundry facilities and medical support, during the day and temporary accommodation overnight which began in March 2019. Funded partly by the Ministry of Housing, Communities and Local Government (MHCLG) and part-funded and operated in partnership with the Police and Crime Commissioners Office (OPCC), Derby Homes, Derbyshire Constabulary, Derby City Council (Public Health), the initial thirteen-month pilot has been extended twice for a further fifteen months in total and we are hopeful a further extension to March 2023 will be granted. The Safe Space initiative is delivered by sixteen staff members (9.8 full-time equivalent) with additional support from a Paramedic.

On 27th March 2020, with the onset of the Covid pandemic and in response to the national directive to bring "everyone in", Safe Space staff worked in partnership with Derby Homes to move operations to a local hotel to provide accommodation for all rough sleepers with up to 60 guests staying at one time and 141 different guests were able to isolate during the lockdown between March and mid-June 2020 when it closed. Derby was the first city in the country to be able to find alternative accommodation for everyone staying in its hotel and close it. Many cities have continued to be dependent on hotels to accommodate rough sleepers during the pandemic. In July 2020 a grant of £40,000 was received to facilitate the purchase of four separate Perspex sleeping pods and an air filtration system, which, in conjunction with two one-to-one rooms, has enabled us to provide Covid-safe sleeping conditions for six guests overnight. In September 2020, Derby City Mission was awarded the Lionel Massingham Partnership Award by Derby Homes in recognition of our outstanding partnership working, particularly with the rough sleepers during the pandemic. In February 2021, Safe Space hosted the delivery of Covid vaccinations by the Paramedic to the homeless community, many of whom are vulnerable because of underlying health conditions. Over two days just over 200 people received their first vaccination and their second vaccination. Derby is the first city in the country to have vaccinated a significant proportion of its homeless community.

During the second year of operation, which began in mid-June 2020 following closure of the hotel, 171 different people accessed the Safe Space service for varying levels of support, from showering and laundry facilities to support with benefit claims and getting into rehabilitation or a permanent tenancy. Of those 171, 125 people moved into accommodation, 14 already had accommodation but came for recovery and support to stay in their tenancies, 12 have gone to prison, one has passed away, three have been helped back to their home countries, and 16 remain in a homeless situation. In the second year Safe Space staff recorded 9606 interventions or engagements with the different guests, which equates to an average of 56 engagements per guest. This illustrates the complexity and chaotic nature of the people that we are working with and the level of work required in assisting each guest to move out of homelessness.

In August 2020, funding was secured from CRISIS for one year starting in December 2020 to employ two Moved-on Support Workers to provide support to guests moving on from Safe Space into their own accommodation. These staff assist in acquiring furniture and home equipment, setting up best value utilities and appropriate payment arrangements for essential bills. They are able to attend appointments with them and in many practical ways provide the support and encouragement for guests to maintain their tenancies and take a significant step out of the chaotic lifestyle often associated with homelessness. We have already seen ten guests helped into accommodation and continue to be supported to remain there.

Homeless Winter Provision

Due to the pandemic we were not able to operate Nightshelters in Derby, Chesterfield and Mansfield, as we have done for the last seven, two and three winters respectively, as our rolling nightshelter model involved accommodating up to 35 homeless guests in mainly open plan spaces with shared bathroom facilities. We have previously partnered with seven churches in the centres of Derby, Chesterfield and Mansfield, using a different church each night of the week, however the nature of the facilities available meant that they could not be made Covid-compliant. Our Safe Space initiative did form part of the Severe Weather Emergency Provision for homeless people in Derby City during the winter months.

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 31 MARCH 2021**

Under the auspices of the Ministry of Housing, Communities and Local Government (MHCLG) Rough Sleeping funding, we were invited by Derbyshire County Council and eight other Borough and District Councils, which form a partnership covering Derbyshire and Staffordshire Moorlands, to work in partnership with Derbyshire YMCA and Mount Cook Adventure Centre, located near Matlock, to provide accommodation for up to 35 homeless guests from across Derbyshire. The Mount Cook Centre has sufficient rooms with their own bathroom facilities to accommodate guests individually and Covid-safely, with plenty of space in the building to enable social distancing. However, because of the remote location, the service was open 24 hours per day, seven days per week between 15th December 2020 and 31st March 2021, rather than just in the evenings and overnight as our nightshelters had been.

Over the three and a half month period of operation, Mount Cook provided safe and secure shelter for a total of 91 guests, with a maximum of 34 staying at any one time. Weekly sessions to give advice around budgeting, debt and tenancy support were offered by our Jubilee Debt Adviser. Three guests were released from debt through Debt Relief Orders (DRO), including one with significant rent arrears which had been a barrier to him acquiring a tenancy, and the total financial benefit to those guests advised was £32,079. With the support of housing advisers and providers P3, Pathways and Spectrum Housing, 62 of our guests were helped into secure supported or shared Council accommodation on a permanent or temporary basis before the project closed on 31st March 2021. During the operating period Derbyshire Recovery Partnership supported guests with drug and alcohol addictions by providing a staff member on site, which has resulted in strengthening of professional relationships and a much greater level of engagement from guests. Derbyshire Community Dental Service have visited eight times to look after guests' dental health and Covid vaccinations were delivered by staff from Hannage Brook Medical Centre, Wirksworth. Disappointingly, only seven guests were vaccinated but nine DCM and Mount Cook staff working on site also received vaccinations. Seventeen sessions of art therapy were run to improve mental health and facilitate self-expression in a holistic manner. Local guided walks and outdoor sports were also organised to improve both mental and physical health. Homeless Link provided a £27,774 grant to run these mental health sessions as well as enabling the purchase of food, PPE and debt management support. The project was delivered by one Project Manager who was seconded from Safe Space and thirteen temporary staff members.

Recovery Lunch Project & Storehouse

Prior to March 2020 and the outbreak of the Covid pandemic, Recovery Lunch and Storehouse welcomed street drinkers, the homeless and people with chaotic lifestyles on Wednesday afternoons and Thursday evenings respectively to a warm meal and a welcoming environment where relationships of trust were built and ongoing support given. The projects would regularly see up to 60 guests come through the doors each week. A team of volunteers would prepare and serve food and another team of volunteers would sit and talk with the guests. Because of the Covid restrictions it has been impossible for these projects to operate safely for guests and volunteers, therefore it is with great sadness that we have had to suspend Recovery Lunch and Storehouse for the whole of the year and the foreseeable future. We have been able to offer limited support to this community through the Safe Space project.

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

Poverty Prevention

The Jubilee Project

This is a free, open access debt and welfare benefits advice service. In 'normal' times, weekly clinics are held in three different locations across the city identified by the English Indices of Deprivation 2019 as being the areas of highest deprivation in Derby and an additional fortnightly clinic is based in a Surestart centre, sponsored by local churches. This year has been dominated by change for the project and we have very quickly had to adapt to providing advice online and over the phone. This has been managed very effectively and whilst other projects in the city have had to reduce their services, Jubilee has continued to be able to reach out to the local community. Clients are referred mainly by recommendation from former clients, or by various Derby City Council departments and other voluntary and statutory agencies. As one of only a small number of debt advisers licenced to handle tier 2 debt, we are the preferred advice agency for many statutory bodies and other charities in the city. The project works individually with each client on a weekly basis advising them of their possible courses of action, liaising with creditors, local authority departments and the Department for Work and Pensions on their behalf, helping them with forms and applications and also supporting them emotionally by means of trained volunteers. To help us cope with the increase in demand, we have trained key volunteers at each clinic to assist clients with all basic form filling and how to make some initial calls to DWP or creditors to increase the capacity of the trained debt and benefits advisers. In the year to March 2021 the project held around 2294 client appointments. From the work we undertook on behalf of our clients, our clients financially benefitted by over £1 million. We were able to help clients access over £261,493 in benefit and tax credit payments to which they were entitled, directly intervened for 47 clients to prevent homelessness, utility disconnection or bailiff/court action and 47 clients went through the process of a Debt Relief Order, writing off £665,627 of debt. 240 clients received funds through a trust fund application or a grant at a value of £46,042, almost double the number of clients helped last year. 233 debt repayment plans or payment arrangements were made on behalf of clients. During the year this project had two staff members (one full-time and one part-time), one volunteer adviser and twenty volunteers at clinics when they are open.

Basics Bank

This is a sister project to the Jubilee Project. The Basics Bank food bank service provides food parcels containing staple food items, primarily to people who are accessing and engaging with our Jubilee Project. We estimate the Basics Bank gave away approximately £52,325 (2020 - £21,300) worth of food in 2,093 food parcels this year (2020 – 852 food parcels), feeding an estimated 6,000 people. We have been in a position to be able to supply basic food items to SafeSpace as well as sharing excesses with Derby Food 4 Thought Alliance, a recently-formed foodbank collective, and other local foodbanks and homeless projects in the city (c. £10,650). All of the food is donated by members of local churches, schools and the public, including through a collection point at ASDA, Spondon which has increased three-fold in the last two years. We also receive regular deliveries of unwanted produce from supermarkets. In July 2020 the Basics Bank was moved from leased premises to the outbuildings at Normanton Road, which was a huge undertaking achieved with the help of a great team of volunteers. The project has one part-time staff member and twelve volunteers.

In March 2020 at the start of the first national lockdown, demand for food parcels increased four-fold to record levels and over the year the number of food parcels given away was almost two and a half times that of the previous year. We joined together with Derby Food 4 Thought Alliance and other food banks in the city to support the Council-run initiative Derby Community Hub to provide food for those in need and to deliver supplies to people who could not get out during the lockdown or were self-isolating on health grounds. Delivery of food parcels has continued throughout the year, apart from a two-month window in September and October 2020 when clinics were able to re-open under Covid-safe restrictions. A team of 44 faithful volunteers have carried out these weekly, and since November 2020, twice weekly food parcel deliveries to ensure that those individuals and families in need have not gone without food.

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

Building on the lessons learnt from the Mentoring pilot scheme, we secured funding for one year from MIND to the Befriending scheme, in December 2020 to provide on-going support for clients who have been helped through our Jubilee Project or referred by external agencies to reduce the risk of them falling back into debt or becoming homeless and improve their physical and mental health. Because of the restrictions of the pandemic, this project has had to operate remotely with each volunteer being issued with a mobile phone through which to keep in contact each week and support their clients. Ten Befrienders have been trained and allocated a maximum of five clients; 30 clients had been helped through the scheme in various ways, including several receiving encouragement to attend GP or hospital appointments to address long term illnesses; two clients struggling with depression and unable to talk have been encouraged to open up by gentle text communication and supported in the knowledge that someone is there for them. The confidence of two clients has been boosted so that one is volunteering at a local charity shop and the other has a job and no longer feels he needs the support of the scheme. The project has one part-time staff member and ten volunteers.

Night-time Economy

Street Pastors

This is the Derby outworking of the national Street Pastors initiative established by the Ascension Trust. We have now been operating as a franchise for the last twelve years and put teams of Christian volunteers from up to 22 different churches into the city centre between 10pm and 4am on a Friday and Saturday night to listen, care and help. All volunteers are given forty hours of training to equip them to serve as a Street Pastor. Derby City Mission partners with Derbyshire Constabulary, Derby City Council CCTV, Derby Pubwatch, door staff, club managers and the taxi marshal scheme to ensure that a complete service of help and protection is offered to people in Derby city centre late at night. People enjoying a night out may at some point find themselves in a place of vulnerability or difficulty. It is our aim to leave someone in a better situation than when we first met them. A shift may involve helping someone sober up to ensure that they have safe transport home, reuniting people with friends, doing basic first aid for those who are injured, or simply chatting with people about their lives, hopes and fears. As a consequence of the three Covid national lockdowns during the last year, the Street Pastor project was not operating within the Night Time Economy for eight months, and two part-time staff members have been placed on furlough at times within those periods. For the remaining four months, bars and restaurants were subject to a 10pm curfew. During this time we amended our patrols to a 7pm to 11pm shift. This has meant that the levels of interventions with the public were minimal due to the need to comply with the government advice on social distancing. A number of Street Pastors have decided to retire during the last year leaving 38 volunteers still involved in this project.

Christmas Connection

Each December we run this project which gives Christmas presents to underprivileged children in Derby who otherwise might not receive any. In December 2020 we were able to give Christmas present parcels to 705 children. Around 175 of these children were referred from families being supported by our Jubilee project and we received referrals from 13 other organisations including Christian charities supporting families in need, refugees and asylum seekers, as well as churches, schools and a community centre in areas of the highest deprivation in Derby. Each Christmas parcel contains two toys, a book, sweets/chocolate, smaller stocking fillers, a soft toy (if age appropriate) and a Christmas message. Gifts are usually donated by individuals and churches, however, because of the pandemic we launched an Amazon wish list and a website appeal to enable people to make donations. Gifts to the value of £10,500 were purchased through the Amazon list and an additional £7,825 was raised through our website appeal. We also received large donations of gifts from staff at Rolls Royce, East Midlands Railways, Vinci Facilities, Huws Gray and Derby High School, as well as from a church and community toy collection in Breaston. One recipient commented, 'Your work is transformative; for each child you give not just the gift of Christmas but the gift of kindness which could change the whole way they see the world.' This project is overseen by the Central Services Manager and twenty volunteers.

Across all of these projects it is clear to see the benefit to the public - from helping people out of debt or addictive lifestyles to making the city centre safer at night time and providing food and shelter to homeless people during the winter months.

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

Further Activities

In addition to these main activities, under the second Charity object we are involved in teaching Christian values and biblical truth in schools and offering a safe and friendly environment for people to explore the Christian faith through the lunchtime service at St Peter's Church, Alpha courses and at gatherings like YADA. Prior to the pandemic, Alpha Course-based sessions have been held with enquirers who attend Recovery Lunch, Storehouse or were guests of Derby Churches Nightshelter. In partnership with City Vision, we have continued to hold a quarterly Citywide Prayer event, this year online, to gather Christians from churches across the city to pray for our city and the world.

Schools Work

With the closure of schools due to the pandemic, it has been a very different year for our self-supporting Associate Schools Worker who has had to adapt to delivering assemblies and teaching via videos, rather than in person. Class visits to deliver a five-week interactive RE teaching programme to engage groups of primary school children (Years 5 & 6) with chronological teaching of the big picture of the Bible have been replaced by videos. Interestingly, a larger number of schools have taken advantage of using the video materials, enabling more children to benefit from the teaching than when delivered in person. In partnership with workers from local churches, he has been involved in writing and recording almost weekly assemblies which have been used in four primary schools in Normanton and Littleover areas of Derby. As a member of the Derby Kids for Christ Discovery Squad team, he has helped in the recording of eight assembly videos which have been sent to all schools across Derby. No holiday camps were held at Pine Lake Centre in school holidays this year. Experience Christmas and Experience Easter, presentations of the true messages of Christmas and Easter which would normally reach 450 children from seven local primary schools, have been recorded on video and the link sent again to all the schools in Derby. Teaching via video is also opening up new opportunities to train children's workers and parents in Tanzania and Ghana in how to communicate the Bible to children in an accessible and meaningful way.

YADA

Building on the good reputation we have in the city because of the Street Pastors ministry, we launched the concept of a dry night club venue called YADA in May 2017. The aim is to provide an alternative space for young people to gather, build authentic friendships and socialise without alcohol and also to be able to present the Christian message in a culturally relevant way. Since September 2018 we have been meeting fortnightly at BEAR, a coffee shop in the night time economy district of the city, and we were also able to engage with hundreds of students to promote YADA at University Freshers events. The more intimate atmosphere at BEAR has fostered further deepening of friendships within this community and opportunities for faith conversations. Since funding for a paid position to coordinate this project ran out in April 2019, this project has been run by a core team of seven volunteers and, with DCM's blessing, has been established as a separate Community Interest Company (Yada Collective, no 12747405) in July 2020.

St Peter's Service

In May 2019 Derby City Mission took over the running of a weekly church service and lunch held on Friday lunchtimes at St Peter's Church in the city centre. The purpose of the service is to preach the Word of God, worship God together and build and support a community through sharing a buffet lunch and fellowship together. At the invitation of St Peter's Church, Geoff Holland, DCM's founder, and a team of volunteers started this service in 2000. The service is attended by 40-60 people each week, many of whom are retired and prefer to attend a service during the day, as well as professionals, visitors to the city and people from the homeless community. It was seen as prudent to suspend the service in mid-February 2020 with the onset of Covid because of the demographic of the community who attended the service and there are no plans to restart the service for the foreseeable future.

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 31 MARCH 2021**

Development of 10 Normanton Road

The last eighteen months has seen a step change in DCM's facilities and our capability to deliver our services. In October 2019 we completed the purchase of our new community hub building at 10 Normanton Road. Immediately on completion a programme of renovation and refurbishment started, the majority of which was funded by the generosity of our supporters. This included safety certification, new roofing and drainage, fire alarm upgrade and rewiring for internet connectivity. In February 2020 we started a £150k installation of the Safe Space facility, two-thirds of which was provided by partner grants. This has provided a new self-contained shower and toilet area, offices, medical room, kitchenette, remodelled entrance with disabled access and a CCTV and door security system. This work was completed at the end of May, enabling relocation from temporary facilities at Charnwood Street, and was ready to receive guests in June 2020 once the hotel providing accommodation for rough sleepers during the Covid lockdown was closed. In May 2020 we received a £50k grant from the Garfield Weston Foundation to enable us to redevelop two major areas of the building. Firstly, the outbuildings were refurbished to enable us to relocate our food bank from the rented warehouse on Robinson's Industrial Estate to our main site which has greatly increased the efficiency of the Basics Bank. In addition, the public toilets in the main building have been completely refurbished which is seen as a key requirement to opening other services.

Fundraising

Due to Covid-19 fundraising over the year was incredibly chaotic as many funders halted or cancelled their usual funding streams and as such our Fundraising Strategy was rendered useless. We did however, respond quickly and maximised every opportunity as they arose. During the year we successfully applied for and were awarded over £800,000 of funding from trusts, foundations and grant funding bodies from across the statutory, business and charity sectors. This funding has been used to support our frontline services to support those most vulnerable through the pandemic as well as to pay for essential core costs which enable the running of the organisation.

We wholeheartedly thank all of our funders and individual donors without whose generosity and support many people would have suffered. As we look to the future we are developing a new Covid-19 flexible Fundraising Strategy as well as further spreading our income base to minimise operational risk to the organisation.

Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Company 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.

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 31 MARCH 2021**

Review of activities

All projects are reviewed by the CEO and the Executive on an ongoing basis. Operational reports for each project are submitted to the Trustees on a quarterly basis.

At Safe Space, attendance data and the number of interventions or engagements in the process of finding a suitable housing solution for each guest is recorded, along with an incident log. This information is vital for the management of the project and is reported to our funding partners on a weekly basis. At the end of the initial thirteen-month pilot a full review was carried out before the decision to accept funding for a further twelve month period commencing March 2020. A further review was carried out at the end of the current funding period.

Attendance and outcome data were collected during the period of operation of Derbyshire Winter Provision at Mount Cook Adventure Centre and shared with other local partners who assisted in finding housing and support solutions for guests. A full review of Derbyshire Winter Provision was carried out in April 2021 with the funders Derbyshire County Council and nine borough and district councils which make up the partnership covering Derbyshire and Staffordshire Moorlands (Erewash Borough Council, Amber Valley District Council, Bolsover District Council, Chesterfield Borough Council, Derbyshire Dales District Council, High Peak Borough Council, North East Derbyshire District Council, South Derbyshire District Council and Staffordshire Moorlands District Council) and partners YMCA Derbyshire and Mount Cook Adventure Centre.

In the case of the Jubilee Project, quarterly statistics are collected on quantitative outputs, including financial gain and debt written off, which has shown a continuation of the number of cases dealt with and the resulting financial outcomes over the year. Basics Bank records the number of parcels given out and has seen a sharp increase by almost two and a half times in demand compared to the previous year (2019/20: 852; 2020/21: 2093), which were able to feed a minimum of 6,000 people. Almost a third (31.6%) of the parcels were given to clients who were in debt, 12% to people who had lost their jobs and 16% to people who had been affected by Covid in other ways. A further 12% were given to clients who had issues with their benefits or had been sanctioned or their payment delayed; 12% to clients who were on low income or had budgeting issues (10%).

In normal circumstances, nightly statistics are collected by Street Pastors and these are formulated into a quarterly report and then a longer annual report. These reports are circulated amongst the statutory partners, the Ascension Trust, Derby City Council and other important bodies. However this year statistics have been minimal as Street Pastors have only been operating for four months of the year and even during that period, contact with the public and partner agencies was limited by social distancing. The relationship between the Street Pastors and local agencies has continued to be valued in the city.

For the other projects performance and review is of a more ad-hoc nature, with checks to ensure that the project is at least continuing as currently, but with some emphasis in recruiting more volunteers and making the most of opportunities that arise.

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

Financial review

A first look at the financial results for the year to March 2021 indicates a tremendous turnaround from the disappointing results seen to March 2020. At that time we saw an overall deficit of £127k and in the current year this has moved to an overall surplus of £232k.

The factors that have led to this turn-round include:

- Improved financial control of all our projects
- A very successful Foodbank/Jubilee appeal early in the financial year
- A grant supporting our core costs in the sum of £62k
- Additional resources added to our fundraising facility which have begun to bear fruit
- Receipt of significant funding to support new initiatives relating to the Covid-19 pandemic

However, this very positive change demands some further analysis. We need to differentiate between our 'restricted' and 'unrestricted' results. Our restricted funds/activity represents our use of funds provided to us for specific projects. These funds cannot be used elsewhere. Our unrestricted funds represent the amount we have available to further DCM's charitable objectives in any way approved by our Trustees.

In 2020 we used significant restricted reserves to support our activities which resulted in a deficit in the restricted funds to March 2020 of £145k and left us with a balance of only £88k. In contrast during the year to March 2021 we saw net surpluses totalling £140k across our restricted projects resulting in reserves restricted for specific projects of £228k. This will be used to support our vital works in the future.

Moving now to the changes in our unrestricted funds, in the year to March 2020 we saw a net surplus on our unrestricted funds of £12k, while in the year to March 2021 this grew to £93k. We continued to control our expenditure to a level within our incoming unrestricted funds.

Once again in 2021 we saw our people costs being a high proportion of our total costs. After adjusting for exceptional items such as depreciation and internal charges we saw staff costs in 2021 at £595k (71% of adjusted total costs) against £672k (78% of total costs) in 2020. The significant items causing this reduction is the absence of Derby, Chesterfield and Mansfield nightshelters in the 20/21 winter season. This was partially offset by the Mount Cook winter provision in the current year.

The healthy surplus for the year means that total reserves now stand at £582k compared to £350k in March 2020. Restricted reserves increased by £140k to £228k and unrestricted reserves by £93k to £354k. Within unrestricted reserves, designated reserves (i.e. those representing the net cost of fixed assets) moved from £313k to £277k, and, more crucially, free reserves now stand at £76k against a deficit of £51k at March 2020, a hugely significant turn-round. The Trustees reviewed the free reserve target during the year and agreed that a prudent level for such reserves is 20% of operational expenditure which currently approximates to £200k, an ambitious target for the next two years but which is considered to be realistic with continued application of the lessons learned in recent years.

In June 2021 we completed the sale of our former offices at 25 Charnwood Street. We purchased these premises for a sum of £200k in June 2013 and after amortising the value of the building the book value at the date of sale was £158k. The property was sold for the sum of £252k (net of fees and charges) which resulted in a surplus of £94k. This sale enabled us to fully discharge the CAF Bank commercial loan in June 2021.

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 31 MARCH 2021**

Risk mitigation policy

Where appropriate, systems or procedures are established to mitigate the risks the charity faces. The significant external risks to funding are an ongoing issue that is continually monitored with a view to diversification of funding sources and activities.

Internal control risks are minimised by the implementation of procedures for authorisation of all material transactions and projects. Procedures are in place to ensure compliance with all statutory obligations e.g. Health and Safety, DBS checks, etc, for staff, volunteers, clients and visitors to the Charity where applicable. Precautionary Insurance is also in place designed to respond in the event of any claims that may arise against the Charity, in accordance with good practice. These insurance covers include public liability, employer's liability, business interruption and trustees and professional indemnity.

The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for the future periods

With the increase in staff and the advent of Safe Space, our head office at Charnwood Street had reached full capacity. In October 2019 we completed the purchase of our new building at 10 Normanton Road to house not only our staff and support facilities but also to become our Community Hub, to pilot and deliver a range of supplementary services building on our Crisis Support and Poverty Prevention work. Immediately on completion a programme of renovation and refurbishment started, including a purpose-built facility for Safe Space, refurbishment of the outbuildings, which has enabled us to relocate our food bank from the rented warehouse on Robinson's Industrial Estate to our main site, and the complete refurbishment of the public toilets in the main building. We have upgraded the heating system with zones to improve efficiency and installing a commercial standard kitchen that will be used to serve a new community café.

Using the new purpose-built facilities, we will continue to provide the Safe Space, 24/7 rest and recovery facility for entrenched rough sleepers, funded partly by the Ministry of Housing, Communities and Local Government (MHCLG) and part-funded and operated in partnership with the Police and Crime Commissioners Office (OPCC), Derby Homes, Derbyshire Constabulary, Derby City Council (Public Health). After a review by all parties, it is hoped that additional funding will be available to continue this ground-breaking initiative to at least until March 2023. Additional funding is also being applied for to employ workers to support those who have moved on from Safe Space, enabling them to get established in and maintain their tenancies.

We will continue to strengthen links between local authority services and churches to deliver activities to prevent rough sleeping and homelessness in Derbyshire and East Staffordshire.

To further expand our capacity to cope with the increasing workload, we have secured and are looking for further funding to train and retain an additional Benefits Adviser. In December 2020 we launched the Befriending scheme, to provide on-going support for clients who have been helped through our Jubilee Project or have been referred by external agencies to reduce the risk of them falling back into debt or becoming homeless and improve their mental health. We received funding from MIND for one year to launch this project and are looking for further funding to continue to support the high number of people whose mental health has deteriorated as a consequence of the pandemic. We also hope to launch an Employability Skills project in partnership with a local agency, offering online job search facilities, help with job applications and producing CVs and training in interview skills, supporting clients to get back into employment.

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

Due to the ongoing disruption of the Covid pandemic during 2021 it is difficult to make firm plans until such time as national restrictions are lifted. We expect that our services supporting the community like St Peter's service, Recovery Lunch and Storehouse will remain suspended for the foreseeable future due to the increased infection risks presented by gathering. We anticipate that we will have to modify the delivery of other services giving much-needed support through food parcels and debt and benefit advice to make them compliant with the Covid safety restrictions when clinics re-open. Even as schools re-open, we expect that teaching and assemblies will continue to be delivered to children via online platforms. We aim to recommence Street Pastors whenever the night time economy is open with shift times and revised operating protocols in place.

Building on the expertise and reputation of operating Street Pastors in the city, we are aiming to pilot another Ascension Trust initiative School Pastors in a local secondary school. School Pastors promote safety, emotional wellbeing and aim to reduce anti-social behaviour. They are there to listen, care and help young people to become good citizens. Volunteers will receive up to 25 hours of training to equip them for this role. The timing of this will be dependent on schools being able to accept volunteers on to their sites as a consequence of the pandemic.

Financially, plans for the future are threefold. Firstly, to increase the amount of income received towards the work particularly by targeting grant funders and projects of Derby City Mission, secondly, to keep a tight control of expenditure, and thirdly to seek to achieve and maintain the reserves policy.

Structure, governance and management

The company is a charitable company limited by guarantee with no share capital, incorporated on 2 September 2010 and registered as a charity on 7 February 2011. The company's Memorandum of Association as amended by special resolution dated 7 December 2010 and a further special resolution dated 19 July 2018, establish its objects and powers as a charitable company. It is governed by its Articles of Association.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

A N Town

H C Disney

R E Ita

(Resigned 31 March 2021)

J S Millard

G J Pickup

D Radcliffe

A Mann

R N Orford

G R Watkins

Method of election of Trustees

The management of the charity is the responsibility of the directors/trustees who are elected and appointed under the terms of the Articles of Association.

Organisational structure

The Board of Trustees meets at least six times per year and is responsible for the strategic direction and policy of the charity. A scheme of delegation is in place and day to day responsibility for the running of the charity rests with the Chief Executive Officer and the Executive, which comprises the Head of Finance, Head of Crisis Support, Head of Night-Time Economy and Head of Poverty Prevention. The CEO, Head of Finance and Central Services Manager all attend Trustees' meetings, but have no voting rights. The Trustees have the opportunity to meet without the officers being present at the conclusion of each formal Trustees' meeting, should the need arise. Operational issues are dealt with by the Executive; some projects also have a management team which can include Trustees in their membership.

DERBY CITY MISSION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 MARCH 2021*

Policies and procedures for induction and training of Directors/Trustees

The induction and training pack for employees forms the model for an induction and training programme for Directors/Trustees.

The pay of the senior staff is reviewed annually and normally (subject to affordability) increased in accordance with inflation.

Benefits to Directors

The directors of the charity are also charity trustees for the purposes of charity law and all directors give their time voluntarily and received no benefits from the charity during the year ended 31 March 2021 (see note 10).

Related parties

Derby City Mission has no other related parties that make a significant impact upon the policies adopted by the organisation.

Auditor

In accordance with the company's articles, a resolution proposing that Azets Audit Services be reappointed as auditor of the company will be put at a General Meeting.

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

A N Town

Trustee

Dated: 3 September 2021

DERBY CITY MISSION LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2021

The Trustees, who are also the directors of Derby City Mission Limited for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

DERBY CITY MISSION LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF DERBY CITY MISSION LIMITED

Opinion

We have audited the financial statements of Derby City Mission Limited (the 'Charity') for the year ended 31 March 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

DERBY CITY MISSION LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF DERBY CITY MISSION LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the Charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

DERBY CITY MISSION LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF DERBY CITY MISSION LIMITED

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Mr Mark Jackson FCA DChA (Senior Statutory Auditor)
for and on behalf of Azets Audit Services

17 September 2021

Chartered Accountants
Statutory Auditor

Ruthlyn House
90 Lincoln Road
Peterborough
United Kingdom
PE1 2SP

Azets Audit Services is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

DERBY CITY MISSION LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

		Unrestricted funds 2021 £	Designated funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Designated funds 2020 £	Restricted funds 2020 £	Total 2020 £
	Notes								
<u>Income and endowments from:</u>									
Donations and legacies	3	311,676	-	188,929	500,605	146,754	-	127,428	274,182
Charitable activities	4	160,500	-	635,348	795,848	46,250	-	410,698	456,948
Other income	5	6,610	-	10,068	16,678	5,630	-	1,113	6,743
Total income		478,786	-	834,345	1,313,131	198,634	-	539,239	737,873
<u>Expenditure on:</u>									
Raising funds	6	9,087	-	-	9,087	8,975	-	582	9,557
Charitable activities	7	376,865	-	695,521	1,072,386	178,131	-	676,938	855,069
Total resources expended		385,952	-	695,521	1,081,473	187,106	-	677,520	864,626
Net incoming/(outgoing) resources before transfers		92,834	-	138,824	231,658	11,528	-	(138,281)	(126,753)

DERBY CITY MISSION LIMITED

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

FOR THE YEAR ENDED 31 MARCH 2021

	Unrestricted funds 2021 £	Designated funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Designated funds 2020 £	Restricted funds 2020 £	Total 2020 £
Net incoming/(outgoing) resources before transfers	92,834	-	138,824	231,658	11,528	-	(138,281)	(126,753)
Gross transfers between funds	34,393	(35,990)	1,597	-	(118,535)	125,231	(6,696)	-
Net income/(expenditure) for the year/ Net movement in funds	127,227	(35,990)	140,421	231,658	(107,007)	125,231	(144,977)	(126,753)
Fund balances at 1 April 2020	(51,124)	313,409	87,622	349,907	55,883	188,178	232,599	476,660
Fund balances at 31 March 2021	76,103	277,419	228,043	581,565	(51,124)	313,409	87,622	349,907

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

DERBY CITY MISSION LIMITED

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	11	1,029,044		1,081,534	
Investments	12		2		2
			1,029,046		1,081,536
Current assets					
Stocks	13	14,095		10,000	
Debtors	14	35,696		81,045	
Cash at bank and in hand		415,712		130,374	
			465,503		221,419
Creditors: amounts falling due within one year	16	(177,859)		(201,423)	
Net current assets			287,644		19,996
Total assets less current liabilities			1,316,690		1,101,532
Creditors: amounts falling due after more than one year	17		(735,125)		(751,625)
Net assets			581,565		349,907
Income funds					
Restricted funds	20	228,043		87,622	
<u>Unrestricted funds</u>					
Designated funds	21	277,419		313,409	
General unrestricted funds		76,103		(51,124)	
			353,522		(51,124)
			581,565		349,907

DERBY CITY MISSION LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2021

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 3 September 2021

A N Town
Trustee

J S Millard
Trustee

Company Registration No. 07363967

DERBY CITY MISSION LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from operations	26		424,868		52,305
Investing activities					
Purchase of tangible fixed assets		(126,025)		(917,099)	
Proceeds on disposal of tangible fixed assets		2,995		-	
Net cash used in investing activities			(123,030)		(917,099)
Financing activities					
Proceeds of borrowings		-		575,000	
Proceeds of new bank loans		-		200,000	
Repayment of bank loans		(16,500)		(6,875)	
Net cash (used in)/generated from financing activities			(16,500)		768,125
Net increase/(decrease) in cash and cash equivalents			285,338		(96,669)
Cash and cash equivalents at beginning of year			130,374		227,043
Cash and cash equivalents at end of year			415,712		130,374

DERBY CITY MISSION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Charity information

Derby City Mission Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is 10 Normanton Road, Derby, DE1 2GW.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's [governing document], the Companies Act 2006 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)". The Charity is a Public Benefit Entity as defined by FRS 102.

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, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. 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.

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.

Designated funds comprise funds which have been set aside at the discretion of the Trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

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.

DERBY CITY MISSION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 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.

Donated services or facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. On receipt, donated services and facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income received in advance of provision of other specified services are deferred until the criteria for income recognition are met.

1.5 Expenditure

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure is reported as part of the expenditure to which it relates:

- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examination fees and costs linked to the strategic management of the charity.
- All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designated to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

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 buildings	10-50 years straight line
Kitchen equipment	3 years straight line
Fixtures and fittings	5 years straight line
Office equipment	3 years straight line
Motor vehicles	3 years 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 net income/(expenditure) for the year.

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.

A subsidiary is an entity controlled by the Charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

DERBY CITY MISSION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

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 Stocks

Donated goods for distribution held at the balance sheet date are valued at the fair value of the goods at the time of receipt.

1.10 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.

1.11 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

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.

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.

DERBY CITY MISSION LIMITED

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

1 Accounting policies

(Continued)

1.12 Employee benefits

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.

1.13 Retirement benefits

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

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021 £	2021 £	2021 £	2020 £	2020 £	2020 £
Donations and gifts	288,557	188,929	477,486	146,754	127,428	274,182
Coronavirus Job Retention Scheme grants	23,119	-	23,119	-	-	-
	<u>311,676</u>	<u>188,929</u>	<u>500,605</u>	<u>146,754</u>	<u>127,428</u>	<u>274,182</u>

DERBY CITY MISSION LIMITED

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

4 Charitable activities

	2021 £	2020 £
Grants	795,848	456,948
Analysis by fund		
Unrestricted funds	160,500	46,250
Restricted funds	635,348	410,698
	795,848	456,948
Performance related grants		
Safe Space	405,910	186,484
Derbyshire Dales District Council	97,250	-
Homeless Link	89,774	-
Garfield Weston	50,000	-
Crisis UK	40,750	-
Love Your Neighbour	30,000	-
MIND	27,468	-
Derby City Council	25,000	34,000
Derby Homes	18,767	-
CAF Covid Support	5,000	-
Mansfield Council	-	63,214
Community Welfare Fund	-	43,000
Department of Health	-	33,150
Chesterfield Council	-	15,000
Bell DR & E Charitable Trust	-	15,000
Golden Stable Charitable Trust	-	10,000
NEDC	-	10,000
Derby Police	-	10,000
Alan Bentall Charitable Trust	-	10,000
Other	5,929	27,100
	795,848	456,948

5 Other income

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021 £	2021 £	2021 £	2020 £	2020 £	2020 £
Other income	6,610	10,068	16,678	5,630	1,113	6,743

DERBY CITY MISSION LIMITED

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

6 Raising funds

	Unrestricted funds	Unrestricted funds	Restricted funds	Total
	2021 £	2020 £	2020 £	2020 £
<u>Fundraising and publicity</u>				
Seeking donations, grants and legacies	4,399	7,386	431	7,817
Membership schemes and social lotteries	4,688	1,589	-	1,589
Staging fundraising events	-	-	151	151
	<u>9,087</u>	<u>8,975</u>	<u>582</u>	<u>9,557</u>
	<u>9,087</u>	<u>8,975</u>	<u>582</u>	<u>9,557</u>

7 Charitable activities

	2021 £	2020 £
Staff costs	511,138	519,756
Depreciation and impairment	4,947	19,243
Premises costs and insurances	26,016	25,321
Staff training and travel	3,651	9,728
Purchases	19,597	13,328
Sundries	57,265	38,277
Computer and telephone costs	12,352	3,167
Printing, postage and stationery	2,705	5,885
Donated food	62,975	27,621
Legal fees	-	689
	<u>700,646</u>	<u>663,015</u>
Share of support costs (see note 8)	357,486	187,778
Share of governance costs (see note 8)	14,254	4,276
	<u>1,072,386</u>	<u>855,069</u>
Analysis by fund		
Unrestricted funds	376,865	178,131
Restricted funds	695,521	676,938
	<u>1,072,386</u>	<u>855,069</u>

DERBY CITY MISSION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

8 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Staff costs	90,613	-	90,613	146,795	-	146,795
Depreciation	170,574	-	170,574	4,500	-	4,500
Premises costs and insurances	40,797	-	40,797	14,173	-	14,173
Staff training and travel	1,685	-	1,685	5,313	-	5,313
Sundries and mortgage interest	33,302	-	33,302	8,979	-	8,979
Computer and telephone costs	20,515	-	20,515	8,018	-	8,018
Audit fees	-	7,200	7,200	-	-	-
Accountancy	-	600	600	-	2,700	2,700
Legal and consultancy fees	-	6,454	6,454	-	1,576	1,576
	<u>357,486</u>	<u>14,254</u>	<u>371,740</u>	<u>187,778</u>	<u>4,276</u>	<u>192,054</u>

Governance costs includes payments to the auditors of £7,200 (2020- £nil) for audit fees.

9 Trustees

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

10 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Staff	<u>26</u>	<u>26</u>
Employment costs	2021 £	2020 £
Wages and salaries	552,553	606,971
Social security costs	39,683	41,895
Other pension costs	9,515	14,432
	<u>601,751</u>	<u>663,298</u>

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

DERBY CITY MISSION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

11 Tangible fixed assets

	Freehold buildings £	Kitchen equipment £	Fixtures and fittings £	Office equipment £	Motor vehicles £	Total £
Cost						
At 1 April 2020	1,089,725	5,030	49,289	22,084	12,669	1,178,797
Additions	119,652	-	1,938	4,435	-	126,025
Disposals	-	-	-	-	(7,995)	(7,995)
At 31 March 2021	1,209,377	5,030	51,227	26,519	4,674	1,296,827
Depreciation and impairment						
At 1 April 2020	36,900	5,030	32,794	13,059	9,480	97,263
Depreciation charged in the year	168,040	-	4,626	2,660	194	175,520
Eliminated in respect of disposals	-	-	-	-	(5,000)	(5,000)
At 31 March 2021	204,940	5,030	37,420	15,719	4,674	267,783
Carrying amount						
At 31 March 2021	1,004,437	-	13,807	10,800	-	1,029,044
At 31 March 2020	1,052,825	-	16,495	9,025	3,189	1,081,534

DERBY CITY MISSION LIMITED

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

12 Fixed asset investments

		Other investments
Cost or valuation		
At 1 April 2020 & 31 March 2021		2
		<u> </u>
Carrying amount		
At 31 March 2021		2
		<u> </u>
At 31 March 2020		2
		<u> </u>

	Notes	2021 £	2020 £
Other investments comprise:			
Investments in subsidiaries	25	2	2
		<u> </u>	<u> </u>

13 Stocks

	2021 £	2020 £
Finished goods and goods for resale	14,095	10,000
	<u> </u>	<u> </u>

14 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	-	10,100
Prepayments and accrued income	35,696	70,945
	<u> </u>	<u> </u>
	35,696	81,045
	<u> </u>	<u> </u>

DERBY CITY MISSION LIMITED

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

15 Loans and overdrafts

	2021 £	2020 £
Bank loans	176,625	193,125
Other loans	575,000	575,000
	<u>751,625</u>	<u>768,125</u>
Payable within one year	16,500	16,500
Payable after one year	<u>735,125</u>	<u>751,625</u>

The bank loan represents a loan from CAF Bank secured on the freehold property of the charity, repayable over 10 years by monthly instalment, and at an interest rate of 3.99%.

Other loans represent interest free loans from H Disney, a trustee, of £150,000 and £425,000 from a supporter of the charity, both due for repayment 31 October 2029. These loans are regarded by the trustees as being Concessionary loans advanced to the charity at a below market rate of interest to advance the charitable purposes of the charity for the benefit of its beneficiaries. The trustees have elected to record these loans at the amount received, with adjustment in subsequent years for amounts repaid, rather than at their fair values and subsequently at amortised cost using the effective interest method, as permitted by FRS102.

16 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Bank loans	15	16,500	16,500
Other taxation and social security		13,522	18,137
Deferred income	18	132,097	124,500
Trade creditors		4,930	32,503
Other creditors		3,610	7,383
Accruals and deferred income		7,200	2,400
		<u>177,859</u>	<u>201,423</u>

17 Creditors: amounts falling due after more than one year

	Notes	2021 £	2020 £
Bank loans	15	160,125	176,625
Other borrowings		575,000	575,000
		<u>735,125</u>	<u>751,625</u>

DERBY CITY MISSION LIMITED

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

18 Deferred income

	2021 £	2020 £
Deferred grant income	132,097	124,500

Deferred income is included in the financial statements as follows:

	2021 £	2020 £
OPCC/DHCLG re SS Development	-	92,500
Laing Family Charitable Trust	32,000	32,000
Nationwide community grant	50,000	-
CRISIS UK	34,750	-
MIND	15,347	-
	132,097	124,500

19 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 £9,515 (2020 - £14,432).

Other creditors includes outstanding pension contributions of £2,763 (2020: £3,965).

DERBY CITY MISSION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

20 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:

	Movement in funds					Movement in funds			
	Balance at 1 April 2019	Incoming resources	Resources expended	Transfers	Balance at 1 April 2020	Incoming resources	Resources expended	Transfers	Balance at 31 March 2021
	£	£	£	£	£	£	£	£	£
Jubilee	-	35,199	(38,463)	3,264	-	48,715	(34,607)	20,344	34,452
Street Pastors	52,204	26,642	(34,473)	-	44,373	21,551	(21,727)	-	44,197
Derby Churches Nightshelter	78	106,214	(183,979)	77,687	-	-	-	-	-
Mansfield Churches Nightshelter	4,814	52,311	(53,764)	-	3,361	(40)	(189)	-	3,132
M:Power	532	-	-	-	532	-	-	-	532
Relief of Poverty: Rough Sleeping	-	360	(35,130)	34,770	-	20,374	(19,837)	-	537
Schools	2,294	-	-	-	2,294	-	-	-	2,294
YADA	-	474	(450)	-	24	-	-	-	24
Christmas Connection	864	1,858	(1,060)	-	1,662	19,387	(3,177)	-	17,872
Partnership House	-	725	(519)	-	206	-	-	-	206
Chesterfield Churches Nightshelter	5,599	66,724	(68,758)	-	3,565	1,809	(4,378)	-	996
Safe Space	23,250	224,655	(250,488)	2,583	-	351,845	(340,603)	1,597	12,839
School Pastors	-	3,645	(547)	-	3,098	300	(56)	-	3,342
Storehouse	-	8,793	(3,314)	-	5,479	3,186	(125)	-	8,540
New Build Fund	142,964	11,639	(6,575)	(125,000)	23,028	-	-	-	23,028
Foodbank	-	-	-	-	-	77,246	(25,529)	(20,344)	31,373
Wellness Cafe	-	-	-	-	-	7,190	-	-	7,190
MIND	-	-	-	-	-	28,468	(25,932)	-	2,536
Homeless Link	-	-	-	-	-	62,000	(62,000)	-	-
Crisis UK	-	-	-	-	-	36,625	(24,003)	-	12,622
Love Your Neighbour	-	-	-	-	-	30,125	(29,920)	-	205
Mount Cook	-	-	-	-	-	125,564	(103,438)	-	22,126
	<u>232,599</u>	<u>539,239</u>	<u>(677,520)</u>	<u>(6,696)</u>	<u>87,622</u>	<u>834,345</u>	<u>(695,521)</u>	<u>1,597</u>	<u>228,043</u>

DERBY CITY MISSION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

20 Restricted funds

(Continued)

The Jubilee fund supports a completely free and open access debt and welfare benefits advice service. Clinics are run on a drop-in basis in different locations across the city on a regular basis. During the Covid-19 crisis much of this support has been provided remotely.

The Street Pastors fund is to enable teams of Christians to patrol the city centre between 10pm and 4am on Friday and Saturday nights. The teams are there to listen, care and help anyone who is vulnerable. This service has been suspended for the majority of the year due to the closure of the night-time economy due to the Covid-19 crisis.

Derby Churches Nightshelter fund supported the operation of a nightshelter in Derby during the winter months, providing a hot meal and a safe, warm place to sleep for up to 35 homeless people per night. This fund also supports the operation of our Guest Support service, which brings housing, benefits advice and other support services under one roof to help our guests in their journey out of homelessness. Due to the pandemic we were not able to operate this facility as we have done for the last seven years.

Mansfield Churches Nightshelter was funded by Mansfield District Council and Transforming Notts Together to cover the operational costs of running the Nightshelter in Mansfield in previous winters. As with the Derby Churches Nightshelter we were not able to operate this facility due to the pandemic.

The M:Power fund covers a number of small projects that need to be kept distinct. These revolve around enabling Christian churches and organisations to put on prayer and missional activities by providing governance, advice and support.

Relief of Poverty - Rough Sleeping funding was received historically through Derby City Council in the form of a MHCLG grant to deliver activities to prevent rough sleeping and homelessness in Derbyshire and E Staffordshire. This provision was replaced for the 2020/21 winter season due to the pandemic crisis and the need to move when rough sleepers into a safer environment. We assisted Derby Homes and a local hotel to accommodate guests up to March 2021 when we subsequently successfully found suitable accommodation for all guests.

Schools fund is donations given specifically for sharing the Christian message with children in schools and church-based children's clubs.

YADA fund historically was made up of grants, donations and other income given to run the pilot of the dry night club venue which aims to provide an alternative space for students and young professionals to gather, build authentic friendships and socialise without alcohol. This, with DCM's blessing has now been established as a separate Community Interest Company.

Christmas Connection fund is made up of donations given to purchase Christmas presents for children in need in Derby to supplement toys and presents given in kind by churches, businesses, schools and members of the public. Children are referred to us from our Jubilee Project and from churches and other Christian charities.

DERBY CITY MISSION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

20 Restricted funds

(Continued)

Partnership House was a joint initiative between Derby City Mission, New Life Church, Ozzy Road Baptist Church and Derby City Church to provide mentoring support for formerly homeless individuals. DCM involvement in this initiative ceased in 2020.

Chesterfield Churches Nightshelter was funded by local district councils and churches to cover the operational costs of running the nightshelter in Chesterfield for winter 2019/20. As with the Derby Churches Nightshelter we were not able to operate this facility due to the pandemic.

Safe Space is funded by MHCLG and a Derby funding partnership comprising the Police and Crime Commissioners Office (OPCC), Derby Homes, Derbyshire Constabulary and Derby City Council (Public Health) to provide a 24/7 rest and recovery facility and onward support for entrenched rough sleepers.

School Pastors is a project which will aim to care for and support a 'school community'. It will promote safety and help reduce anti-social behaviour.

The Storehouse project involved the provision of a hot meal for around 100 guests on a weekly basis in a city centre venue. Support and friendship was also provided at these events. Due to the Covid-19 crisis and lockdowns this service was suspended during the year.

New building fund is made up of donations given specifically towards the purchase and renovations of a new building for our operations and our community hub.

Foodbank is a sister project to the Jubilee fund which provides food parcels primarily to people engaged with the Jubilee project. The transfers relate to donations originally given specifically for food but, with the agreement of the donors, have been reallocated to the Jubilee project.

Wellness Café is the development of a facility to encourage clients to make better life choices, assist in client relationship building and help lonely people experience friendship in the community.

MIND is one year funding secured to launch 'Elevate', a befriending scheme.

Homeless Link provides a contribution to overall running costs to enable successful delivery of services to help the homeless off the streets.

Crisis is one year funding to enable DCM to employ two Moved-on support workers who help guests move into their own accommodation.

Love Your Neighbour is a grant provided initially by the Church Revitalisation Trust to respond to the needs of the most vulnerable and marginalised people affected by the Covid-19 crisis.

Mount Cook represents grants provided to fund winter accommodation for the homeless. This project was in collaboration with MHCLG (rough Sleeping), nine county, borough and district councils as well as the Mount Cook Adventure Centre near Matlock.

DERBY CITY MISSION LIMITED

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

21 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 April 2019 £	Transfers £	Balance at 1 April 2020 £	Transfers £	Balance at 31 March 2021 £
Fixed asset fund	188,178	125,231	313,409	(35,990)	277,419
	<u>188,178</u>	<u>125,231</u>	<u>313,409</u>	<u>(35,990)</u>	<u>277,419</u>

The fixed asset fund represents the undepreciated element of capitalised fixed assets funded out of the general unrestricted funds of the Charity and including the amount of £125,000 transferred from the New Building restricted fund during the prior year.

DERBY CITY MISSION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

22 Analysis of net assets between funds

	Unrestricted funds 2021 £	Designated funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Designated funds 2020 £	Restricted funds 2020 £	Total 2020 £
Fund balances at 31 March 2021 are represented by:								
Tangible assets	-	1,029,044	-	1,029,044	-	1,081,534	-	1,081,534
Investments	2	-	-	2	2	-	-	2
Current assets/(liabilities)	76,101	(16,500)	228,043	287,644	(51,126)	(16,500)	87,622	19,996
Long term liabilities	-	(735,125)	-	(735,125)	-	(751,625)	-	(751,625)
	<u>76,103</u>	<u>277,419</u>	<u>228,043</u>	<u>581,565</u>	<u>(51,124)</u>	<u>313,409</u>	<u>87,622</u>	<u>349,907</u>

DERBY CITY MISSION LIMITED

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

23 Events after the balance sheet date

In June 2021 one of the properties owned by the Charity was sold. The proceeds were used to fully repay the CAF bank loan in June 2021.

24 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).

25 Subsidiaries

Details of the Charity's subsidiaries at 31 March 2021 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Derby City Mission Trading Limited	England and Wales	Dormant	Ordinary	100	-

26 Cash generated from operations

	2021 £	2020 £
Surplus/(deficit) for the year	231,658	(126,753)
Adjustments for:		
Depreciation and impairment of tangible fixed assets	175,520	23,743
Movements in working capital:		
(Increase) in stocks	(4,095)	-
Decrease in debtors	45,349	11,725
(Decrease)/increase in creditors	(31,161)	19,090
Increase in deferred income	7,597	124,500
Cash generated from operations	424,868	52,305

27 Analysis of changes in net (debt)/funds

	At 1 April 2020 £	Cash flows £	At 31 March 2021 £
Cash at bank and in hand	130,374	285,338	415,712
Loans falling due within one year	(16,500)	-	(16,500)
Loans falling due after more than one year	(751,625)	16,500	(735,125)
	<u>(637,751)</u>	<u>301,838</u>	<u>(335,913)</u>