

REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022
FOR
TOWER HAMLETS MISSION CIO

Cobbin Floyd Ltd
Chartered Accountants
15a Station Road
Epping
Essex
CM16 4HG

TOWER HAMLETS MISSION CIO

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022

	Page
Treasurer's Report	1
Report of the Trustees	2 to 7
Report of the Independent Auditor	8 to 10
Statement of Financial Activities	11
Balance Sheet	12
Cash Flow Statement	13
Notes to the Cash Flow Statement	14
Notes to the Financial Statements	15 to 21
Detailed Statement of Financial Activities	22 to 23

TOWER HAMLETS MISSION CIO
TREASURER'S REPORT
FOR THE YEAR ENDED 31ST MARCH 2022

The year has been another good one with occupancy levels remaining high for most of the year. Fund-raising for both the Sponsorship Scheme and general purposes has gone well.

We have upgraded the kitchens, replaced the stairlift and installed more secure bike sheds as part of the ongoing refurbishment. We will shortly be replacing the large window overlooking the stairs in Charis.

Like many others, we have been affected by the rising fuel prices, but for us it is only a relatively small part of our total costs so we are confident we can absorb the rises without affecting our services.

We have maintained our Strategic Reserve which is our safety net to keep the work going if finances do get tight either through changes in the funding regime or a lower level of occupancy. Those funds are invested in the Ruffers Charity Asset Trust and like many investments during this time they have had their ups and downs, but have never fallen below our original investment. We have topped up the investment as our levels of expenses have increased and the re-investment of dividends also helps make some allowance for inflation on the level of reserve required. The total reserve ought to represent 4 months expenditure.

The staff is our most important resource giving the Charity the 'family' feel which the residents appreciate and value and which helps the residents achieve the results they desire. We thank the staff for their hard work, particularly during this more difficult year.

The Sponsorship Scheme supports residents where external funding cannot be found. We regard this as an important part of our activities and are pleased to report that this year £29,500 was received and £75,186 was spent.

The overall result was an increase in general funds of £55,322.

We are as always looking to God in our decision making and thank Him for His past supply and look to Him for the future supply of people and finance to operate this important ministry.

R I Smith - Treasurer
July 2022

TOWER HAMLETS MISSION CIO
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

The trustees present their report with the financial statements of the charity for the year ended 31st March 2022. The trustees have adopted the provisions of 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

Objectives and aims

The Tower Hamlets Mission is a Christian charity, committed to working with people suffering from alcohol and/or drug dependency, who are homeless, or in danger of becoming homeless and are receiving state benefits. Our aim is to enable them to break the cycle of chronic addiction definitively and to rebuild purposeful, stable lives through the provision of high quality, comprehensive, and long term residential therapy, rehabilitation and resettlement.

There are currently 3 part-time administrative staff, 8 full time and 4 part-time therapy staff.

Public benefit

Tower Hamlets Mission aims to help residents break from their addictions and rebuild a purposeful life free from drugs and / or alcohol.

This is achieved through a programme made up of three stages, increasing independence for the individual throughout. Each resident receives group therapy, one to one counselling, completes a written therapy programme, has peer to peer support and is also helped at a practical level with benefits and debt advice, liaison with courts / legal matters, given help with budgeting and catering and also assisted with gaining entry into education and / or voluntary work.

The benefits can be measured in many ways. Some of these include better health, a break from criminal activity, better relationships with families and children and a new sense of hope and purpose.

The benefits spread wider to the family, friends and children of the resident who have often struggled with their relationship and to society in general who are no longer burdened with carrying the weight of the resident's illness (in terms of NHS, Criminal Justice System and Welfare Benefits)

Fundraising Activities

Tower Hamlets Mission's approach to fundraising is to raise funds from Grant Making Charities and Companies to support its annual budget and to fund 'one off' capital projects wherever necessary. This is achieved by written applications detailing the work of the Mission and its Objects and stating the current financial need. The applications are accompanied by the Mission's most recent financial statements and annual report.

Tower Hamlets Mission is registered with the Fundraising Regulator and is a member of the Institute of Fundraising and complies with recognised standards.

Tower Hamlets Mission does not employ professional fundraisers and does not, under normal circumstances, approach the general public (individuals) for monetary donations. No complaints about the Mission's fundraising practices have been received.

Tower Hamlets Mission's fundraising activities are monitored by the Managing Committee in accordance with the document M21 (Charity Fundraising - Trustees Duties).

TOWER HAMLETS MISSION CIO
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Sponsorship Scheme:

This scheme pays for the therapy of those men who cannot get funding for this.

Outcomes

Primary Programme:

On 1st April 2021, there were 6 residents on the Primary Programme and 7 new residents throughout the year.

1 resident was discharged by Charis

2 residents discharged themselves

1 resident moved into their own accommodation

6 moved onto the Second Stage

There were 3 residents left on group on 31st March 2022

This represents a 70% completion rate and a 77% positive outcome

Second Stage:

On 1st April 2021, there were 8 residents on the Second Stage Programme and 6 new arrivals throughout the year.

2 residents were discharged by Charis

1 resident passed away

1 moved into the Terrace

10 residents were in Second Stage on 31st March 2022

This represents a 25% completion rate and a 78.4% positive outcome.

Combined occupancy for primary and second stage was 92.5%

Terrace (Third Stage):

On 1st April 2021, there were 12 residents living in The Terrace and 1 new resident throughout the year.

1 resident discharged themselves

12 residents were in The Terrace on 31st March 2022

This represents a 0% completion rate and a 92.3% positive outcome

Occupancy for The Terrace was 99.75%

Summary

The overall occupancy rate for all stages at Charis was 95.85%. We had 33 residents at Charis this year, with 3 residents discharged by Charis, 2 residents who self-discharged, 1 resident who passed away and 1 who successfully moved on to their own accommodation. This represents a 81.2% positive outcome across all programmes.

Completion rate measures only those residents who move internally from one programme to the next or leave Charis in a planned move on maintaining abstinence.

Positive outcomes measure the outcome for all residents including those that are still at Charis at the end of the financial year.

FINANCIAL REVIEW

Investment policy and objectives

Under the CIO Foundation Model, the charity has the power to make any investment which the trustees think fit, taking into account advice from their stockbrokers.

The trustees have considered the most appropriate policy for investing funds and have found that a selection of wider range UK listed investments meets their requirements to generate both income and capital growth. The trustees consider the returns on investments to be satisfactory.

TOWER HAMLETS MISSION CIO
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

FINANCIAL REVIEW

Reserves policy

The charity determines to maintain reserves, invested as appropriate, that will enable the work of the charity to continue with sufficient funds to maintain its level of activity without being disturbed by temporary shortfalls in funding. In particular, funds will be maintained as follows:

Restricted funds:

These will be treated as reserves that cannot be touched except to be spent on the purposes for which the funds are raised.

Capital Asset Fund:

This will be invested in the premises and plant used for charitable purposes. It will be augmented by the receipt of donations or grants that have been raised to fund capital projects, or by transfers from other reserves if that seems prudent or necessary, and it will be reduced by reason of depreciation or disposal of assets.

General Fund:

This will be invested in net current assets and will consist of two elements:

- a) Strategic Reserve: the charity's policy on reserves is designed to maintain or achieve adequate funds to cover the net book value of fixed assets, and to hold restricted funds. In addition it seeks to achieve a general reserve to cover working capital requirements and four months average costs.
- b) General Reserve: the balance of reserves that will be taken forward to the future as additional funding for charitable activity.

Review of funds

The statement of financial activities shows an increase in net assets for the year of £55,322. The charity's net assets currently stand at £2,757,708. Movements in individual funds are shown in the body of the accounts.

FUTURE PLANS

During the past few years Tower Hamlets Mission has carried out a major refurbishment of the Charis Alcohol and Drug Therapy Unit building which included the renewal of the roof and installation of a new skylight, new Stannah stairlift, replacement of boilers, radiators, sinks and other necessary works throughout the building.

There had been plans to continue with other outstanding works throughout 2020/21 but the pandemic precluded this and some of the work was deferred until 2021-2022. However, because of the continuing affect that the pandemic has had on such things as shortage of building materials and availability of building companies it was impossible to carry out all the planned work during the 2021-2022 financial year. Therefore, some of the work has had to be carried over to the 2022 - 2023 financial year.

The proposed work includes, replacement of Large Window in Charis Stairwell, resurfacing of side passage at rear of Charis, replacing wooden security gate to the side passage with a metal one, replacing a broken window pane in the Therapy Room, re carpeting the Stairwell and the replacement of 2 bike sheds for the Residents.

It has been decided that we should put aside £20,000 under Designated Funds.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, Charitable Incorporated Organisation Foundation Model dated 22nd October 2013.

TOWER HAMLETS MISSION CIO
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Associates

Peter R Coster
 Giles Topping
 Christopher Abbess
 Yvonne Abbess
 Richard Smith (from 11.11.21)

Patrons

The Viscount of Falkland
 Mr Charles Miller Smith
 The Rt Rev Christopher Chessun (Bishop of Southwark)
 The Most Hon the Marquess of Reading

Staff

Andrew R Bannell Director & Registered Manager	BA Hons (Law) BA Hons (Phil/Theo) Dip Soc Wk CQSW, Cert MHSC NVQ Level 4 Management, Registered Managers Award
--	--

Stephen H Holness
 Part-time Fundraiser

Natalie A Bannell Part time Administrator	CSS
---	-----

Melanie J O'Reilly Part-time Senior Counsellor/Key Worker	BSc Hons (Soc Sci) (Psy) DASS CQSW
---	------------------------------------

William A O'Reilly Senior Counsellor/ Key Worker	Counselling Theory & Skills (CSCT) Diploma in Counselling (CSCT)
--	---

Geoffrey B White Senior Counsellor/ Key Worker/ Deputy Manager	BSc Hons, Certificate in Counselling Theory (CSCT) Certificate in Alcohol & Drug Counselling Skills (CSCT) Registered Managers Award NVQ Level 4 Management
---	--

Simon P Sanders Keyworker / Counsellor	BA Hons Diploma in Counselling
---	-----------------------------------

Jonathan K Mabbutt
 Part-time Deputy
 Administrator

Rosamond H White Part-time Project Worker	BSc (Hons), Diploma in Counselling (CSCT)
--	--

Christina Pilkington Part-time Project Worker	MA, Birkbeck University HE Cert in Counselling Skills
--	--

Stephen C Dodd Project Worker	BSc, PGCE Diploma in Counselling
----------------------------------	-------------------------------------

Susanne C Lynch	BDc (Pharm), NVQ Level 3 Professional Cookery
-----------------	---

TOWER HAMLETS MISSION CIO
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Akik Miah Project Worker	City & Guilds, Level 2 Care City & Guilds Diploma Level 2 in Professional Cookery
Joe Cox Project Worker	Certificate in Systematic Theology
Gaetana Vitale Project Worker	IBTI Diploma in Applied Theology Certificate in Counselling

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1154842

Principal address

31 Mile End Road
London
E1 4TP

Trustees

G E Featherstone MBE, BA, Dip Civ Eng
T G Malton MBA
Dr T W Robson OBE, BSc, MBBS
R I Smith, ACA (completed term 11.11.21)
Mrs A J Dawson BA Dip Counselling
D J Richter MA BA (Hons) Dip Mgt MCMI FRSA'
G Roach BA (Hons)
Mrs E Lamont BA (Hons)
Mr D K D Owusu-Yianoma LLB (Hons) BL Barrister-at-law

Auditor

Cobbin Floyd Ltd
Chartered Accountants
15a Station Road
Epping
Essex
CM16 4HG

Bankers

HSBC Bank Plc
London Commercial Banking Centre
Level 6
71 Queen Victoria Street
London
EC4V 4AY

Solicitors

Monro Wright & Wasbrough LLP
7-8 Great James Street
London
WC1N 3DF

TOWER HAMLETS MISSION CIO
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Stockbrokers

Ruffer AIFM Ltd
P O Box 371
Darlington
DL1 9RN

TRUSTEES' RESPONSIBILITY STATEMENT

The trustees are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the CIO Foundation Model dated 22nd October 2013. 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.

Approved by order of the board of trustees on 12th July 2022 and signed on its behalf by:

Dr T W Robson OBE, BSc, MBBS - Trustee

**REPORT OF THE INDEPENDENT AUDITOR TO THE TRUSTEES OF
TOWER HAMLETS MISSION CIO**

Opinion

I have audited the financial statements of Tower Hamlets Mission CIO (the 'charity') for the year ended 31st March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. 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).

In my opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31st March 2022 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 Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

In auditing the financial statements, I 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 I have performed, I 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.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and my Report of the Independent Auditor thereon.

My opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in my report, I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If I identify such material inconsistencies or apparent material misstatements, I am required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Matters on which I am required to report by exception

I have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires me to report to you if, in my opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- I have not received all the information and explanations I require for my audit.

REPORT OF THE INDEPENDENT AUDITOR TO THE TRUSTEES OF
TOWER HAMLETS MISSION CIO

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the trustees are responsible for the preparation of the financial statements which 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 charity or to cease operations, or have no realistic alternative but to do so.

My responsibilities for the audit of the financial statements

I 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.

My 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 a Report of the Independent Auditor that includes my 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.

The extent to which my procedures are capable of detecting irregularities, including fraud is detailed below:

To identify risks of material misstatement due to fraud we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud.

Our risk assessment procedures included:

- Discussions with management
- Reading board minutes
- Evaluation of management's controls designed to prevent and detect irregularities
- Using analytical procedures to identify any unusual or unexpected transactions

We communicated the identified fraud risks with the audit team and remained alert to any indications of fraud throughout the audit.

As required by auditing standards, and taking into account our overall knowledge of the control environment, we performed procedures to address the risk of management override of controls, in particular the risk that management may be in a position to make inappropriate accounting entries. On this audit we do not believe that there is a fraud risk related to revenue recognition because there are no material judgements involved and a high percentage of the income is received directly from Housing Benefits.

A further description of my responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of my Report of the Independent Auditor.

REPORT OF THE INDEPENDENT AUDITOR TO THE TRUSTEES OF
TOWER HAMLETS MISSION CIO

Use of my 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. My audit work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my audit work, for this report, or for the opinions I have formed.

Cobbin Floyd Ltd
Chartered Accountants
15a Station Road
Epping
Essex
CM16 4HG

12th July 2022

TOWER HAMLETS MISSION CIO

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	36,394	29,500	65,894	71,671
Charitable activities	4				
Residential services		592,315	-	592,315	581,508
Investment income	3	14,213	-	14,213	13,415
Other income		<u>13,028</u>	<u>-</u>	<u>13,028</u>	<u>33,417</u>
Total		655,950	29,500	685,450	700,011
 EXPENDITURE ON					
Raising funds	5	20,481	-	20,481	8,799
Charitable activities	6				
Residential services		525,974	75,186	601,160	625,011
Other		<u>8,487</u>	<u>-</u>	<u>8,487</u>	<u>-</u>
Total		554,942	75,186	630,128	633,810
NET INCOME/(EXPENDITURE)		101,008	(45,686)	55,322	66,201
Transfers between funds	15	<u>(45,686)</u>	<u>45,686</u>	<u>-</u>	<u>-</u>
Net movement in funds		55,322	-	55,322	66,201
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,702,386</u>	<u>-</u>	<u>2,702,386</u>	<u>2,636,185</u>
TOTAL FUNDS CARRIED FORWARD		<u>2,757,708</u>	<u>-</u>	<u>2,757,708</u>	<u>2,702,386</u>

The notes form part of these financial statements

TOWER HAMLETS MISSION CIO

BALANCE SHEET
31ST MARCH 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	11	2,355,035	-	2,355,035	2,375,310
Investments	12	<u>214,725</u>	<u>-</u>	<u>214,725</u>	<u>188,817</u>
		2,569,760	-	2,569,760	2,564,127
CURRENT ASSETS					
Debtors	13	17,574	-	17,574	1,083
Cash at bank and in hand		<u>182,256</u>	<u>-</u>	<u>182,256</u>	<u>176,136</u>
		199,830	-	199,830	177,219
CREDITORS					
Amounts falling due within one year	14	<u>(11,882)</u>	<u>-</u>	<u>(11,882)</u>	<u>(38,960)</u>
NET CURRENT ASSETS		<u>187,948</u>	<u>-</u>	<u>187,948</u>	<u>138,259</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,757,708</u>	<u>-</u>	<u>2,757,708</u>	<u>2,702,386</u>
NET ASSETS		<u>2,757,708</u>	<u>-</u>	<u>2,757,708</u>	<u>2,702,386</u>
FUNDS	15				
Unrestricted funds				<u>2,757,708</u>	<u>2,702,386</u>
TOTAL FUNDS				<u>2,757,708</u>	<u>2,702,386</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 12th July 2022 and were signed on its behalf by:

Dr T W Robson OBE, BSc, MBBS - Trustee

TOWER HAMLETS MISSION CIO

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>55,014</u>	<u>177,462</u>
Net cash provided by operating activities		<u>55,014</u>	<u>177,462</u>
 Cash flows from investing activities			
Purchase of tangible fixed assets		(25,877)	(20,943)
Purchase of fixed asset investments		(10,000)	-
Interest received		11	35
Dividends received		2,880	2,280
Unrealised gain on investments		<u>(15,908)</u>	<u>(33,623)</u>
Net cash used in investing activities		<u>(48,894)</u>	<u>(52,251)</u>
 Change in cash and cash equivalents in the reporting period		 6,120	 125,211
Cash and cash equivalents at the beginning of the reporting period		<u>176,136</u>	<u>50,925</u>
 Cash and cash equivalents at the end of the reporting period		 <u>182,256</u>	 <u>176,136</u>

The notes form part of these financial statements

TOWER HAMLETS MISSION CIO

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2022

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net income for the reporting period (as per the Statement of Financial Activities)	55,322	66,201
Adjustments for:		
Depreciation charges	46,152	43,006
Interest received	(11)	(35)
Dividends received	(2,880)	(2,280)
(Increase)/decrease in debtors	(16,491)	41,071
(Decrease)/increase in creditors	<u>(27,078)</u>	<u>29,499</u>
Net cash provided by operations	<u>55,014</u>	<u>177,462</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21 £	Cash flow £	At 31.3.22 £
Net cash			
Cash at bank and in hand	<u>176,136</u>	<u>6,120</u>	<u>182,256</u>
	<u>176,136</u>	<u>6,120</u>	<u>182,256</u>
Total	<u>176,136</u>	<u>6,120</u>	<u>182,256</u>

The notes form part of these financial statements

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31ST MARCH 2022**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 1% on cost
Fixtures and fittings	- 33% on cost
Motor vehicles	- 20% on cost

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	3,768	6,921
Gift aid	3,151	-
Grants	<u>58,975</u>	<u>64,750</u>
	<u>65,894</u>	<u>71,671</u>

Grants received, included in the above, are as follows:

	2022	2021
	£	£
Other grants	<u>58,975</u>	<u>64,750</u>

3. INVESTMENT INCOME

	2022	2021
	£	£
Rents received	11,322	11,100
Dividends received	2,880	2,280
Bank interest received	<u>11</u>	<u>35</u>
	<u>14,213</u>	<u>13,415</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2022	2021
	£	£
Residential service income	576,661	573,852
Therapy income	<u>15,654</u>	<u>7,656</u>
	<u>592,315</u>	<u>581,508</u>

5. RAISING FUNDS

Raising donations and legacies

	2022	2021
	£	£
Staff costs	13,504	8,675
Direct fundraising costs	325	124
Support costs	<u>6,652</u>	<u>-</u>
	<u>20,481</u>	<u>8,799</u>

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Residential services	<u>561,421</u>	<u>39,739</u>	<u>601,160</u>

7. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Raising donations and legacies	-	6,652	6,652
Other resources expended	297	8,190	8,487
Residential services	<u>-</u>	<u>39,739</u>	<u>39,739</u>
	<u>297</u>	<u>54,581</u>	<u>54,878</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2022 nor for the year ended 31st March 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st March 2022 nor for the year ended 31st March 2021.

9. STAFF COSTS

	2022 £	2021 £
Wages and salaries	384,388	400,505
Social security costs	37,814	36,307
Other pension costs	<u>18,034</u>	<u>17,107</u>
	<u>440,236</u>	<u>453,919</u>

The average monthly number of employees during the year was as follows:

	2022	2021
Therapy staff	12	12
Administrative staff	<u>3</u>	<u>3</u>
	<u>15</u>	<u>15</u>

No employees received emoluments in excess of £60,000.

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	34,721	36,950	71,671
Charitable activities			
Residential services	581,508	-	581,508
Investment income	13,415	-	13,415
Other income	<u>33,417</u>	<u>-</u>	<u>33,417</u>
Total	663,061	36,950	700,011
 EXPENDITURE ON			
Raising funds	8,799	-	8,799
Charitable activities			
Residential services	548,762	76,249	625,011
Total	<u>557,561</u>	<u>76,249</u>	<u>633,810</u>
 NET INCOME/(EXPENDITURE)	105,500	(39,299)	66,201
Transfers between funds	<u>(39,299)</u>	<u>39,299</u>	<u>-</u>
Net movement in funds	66,201	-	66,201
 RECONCILIATION OF FUNDS			
Total funds brought forward	<u>2,636,185</u>	<u>-</u>	<u>2,636,185</u>
 TOTAL FUNDS CARRIED FORWARD	<u><u>2,702,386</u></u>	<u><u>-</u></u>	<u><u>2,702,386</u></u>

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

11. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1st April 2021	2,578,642	57,396	30,228	2,666,266
Additions	<u>5,834</u>	<u>20,043</u>	<u>-</u>	<u>25,877</u>
At 31st March 2022	<u>2,584,476</u>	<u>77,439</u>	<u>30,228</u>	<u>2,692,143</u>
DEPRECIATION				
At 1st April 2021	222,712	56,152	12,092	290,956
Charge for year	<u>35,538</u>	<u>4,569</u>	<u>6,045</u>	<u>46,152</u>
At 31st March 2022	<u>258,250</u>	<u>60,721</u>	<u>18,137</u>	<u>337,108</u>
NET BOOK VALUE				
At 31st March 2022	<u>2,326,226</u>	<u>16,718</u>	<u>12,091</u>	<u>2,355,035</u>
At 31st March 2021	<u>2,355,930</u>	<u>1,244</u>	<u>18,136</u>	<u>2,375,310</u>

12. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st April 2021	188,817
Additions	10,000
Gain on investment	<u>15,908</u>
At 31st March 2022	<u>214,725</u>
NET BOOK VALUE	
At 31st March 2022	<u>214,725</u>
At 31st March 2021	<u>188,817</u>

There were no investment assets outside the UK.

Cost or valuation at 31st March 2022 is represented by:

	Listed investments £
Valuation in 2020	5,194
Valuation in 2021	33,623
Valuation in 2022	15,908
Cost	<u>160,000</u>
	<u>214,725</u>

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	1,952	2,758
Prepayments and accrued income	<u>15,622</u>	<u>(1,675)</u>
	<u>17,574</u>	<u>1,083</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Other creditors	<u>11,882</u>	<u>38,960</u>

15. MOVEMENT IN FUNDS

	At 1.4.21	Net movement in funds	Transfers between funds	At 31.3.22
	£	£	£	£
Unrestricted funds				
General fund	2,702,386	100,908	(45,686)	2,757,608
Charis refurbishment fund	<u>-</u>	<u>100</u>	<u>-</u>	<u>100</u>
	2,702,386	101,008	(45,686)	2,757,708
Restricted funds				
Sponsorship scheme	<u>-</u>	<u>(45,686)</u>	<u>45,686</u>	<u>-</u>
TOTAL FUNDS	<u>2,702,386</u>	<u>55,322</u>	<u>-</u>	<u>2,757,708</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	654,775	(553,867)	100,908
Charis refurbishment fund	<u>1,175</u>	<u>(1,075)</u>	<u>100</u>
	655,950	(554,942)	101,008
Restricted funds			
Sponsorship scheme	<u>29,500</u>	<u>(75,186)</u>	<u>(45,686)</u>
TOTAL FUNDS	<u>685,450</u>	<u>(630,128)</u>	<u>55,322</u>

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

15. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General fund	2,636,185	105,500	(69,299)	2,672,386
Designated funds	-	-	30,000	30,000
	2,636,185	105,500	(39,299)	2,702,386
Restricted funds				
Sponsorship scheme	-	(39,299)	39,299	-
	-	-	-	-
TOTAL FUNDS	<u>2,636,185</u>	<u>66,201</u>	<u>-</u>	<u>2,702,386</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	663,061	(557,561)	105,500
Restricted funds			
Sponsorship scheme	36,950	(76,249)	(39,299)
	-	-	-
TOTAL FUNDS	<u>700,011</u>	<u>(633,810)</u>	<u>66,201</u>

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st March 2022.

17. DONORS DURING THE YEAR

Marie Celeste Samaritan Society
Inner London Magistrates' Court's Poor Box Charity & Feeder Charity
Marsh Charitable Trust
The Sir James Roll Charitable Trust
The Vandervell Foundation
The Worshipful Company of Coopers
The Invesco Cares Foundation
The Leigh Trust
The Horners Charity Fund
The Grace Trust
Denton UKMEA LLP Charitable Trust
The Worshipful Company of Blacksmiths Charitable Trust
The Tylers & Bricklayers Charitable Trusts
Clarion Futures
Llyn Ellis Foundation
Tower Hamlets and Canary Wharf Trust

TOWER HAMLETS MISSION CIO

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	3,768	6,921
Gift aid	3,151	-
Grants	<u>58,975</u>	<u>64,750</u>
	65,894	71,671
Investment income		
Rents received	11,322	11,100
Dividends received	2,880	2,280
Bank interest received	<u>11</u>	<u>35</u>
	14,213	13,415
Charitable activities		
Residential service income	576,661	573,852
Therapy income	<u>15,654</u>	<u>7,656</u>
	592,315	581,508
Other income		
Sundry income	-	12
Unrealised gain on investment	13,028	31,343
Government grants	<u>-</u>	<u>2,062</u>
	13,028	33,417
Total incoming resources	685,450	700,011
EXPENDITURE		
Raising donations and legacies		
Wages	12,585	7,889
Social security	919	786
Direct fundraising costs	<u>325</u>	<u>124</u>
	13,829	8,799
Charitable activities		
Wages	329,181	354,249
Social security	33,126	31,863
Pensions	18,034	17,107
Direct costs	121,448	115,212
Insurance	13,480	11,445
Sundries	-	1,828
Freehold property	35,538	35,184
Carried forward	550,807	566,888

This page does not form part of the statutory financial statements

TOWER HAMLETS MISSION CIO

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2022

	2022 £	2021 £
Charitable activities		
Brought forward	550,807	566,888
Fixtures and fittings	4,569	1,777
Motor vehicles	<u>6,045</u>	<u>6,045</u>
	561,421	574,710
 Support costs		
Finance		
Bank charges	297	476
 Governance costs		
Wages	42,622	38,367
Social security	3,769	3,658
Auditors' remuneration	<u>8,190</u>	<u>7,800</u>
	<u>54,581</u>	<u>49,825</u>
 Total resources expended	<u>630,128</u>	<u>633,810</u>
 Net income	<u><u>55,322</u></u>	<u><u>66,201</u></u>

This page does not form part of the statutory financial statements