



ANNUAL REPORT 2021-22

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CHAIRMAN'S REPORT

The past year to 31st March 2022 saw a number of key personnel step down from their roles within SCM. Each one had made an outstanding contribution to the smooth running and effectiveness of the charity and we thank God for all that they achieved.

Dave Osborne, Basics Bank Manager, after 8 years faithful stewardship of the five food banks, took up a position nearer to his home. He had supervised the sourcing of food and managed the vitally important transport arrangements for its distribution with great dedication. Vital contacts were made by Dave within the city to ensure the regular supply of food and his successor Vicky Mckillen has been able to maintain this continuity based on Dave's foundations.

For seven years Matt Gwyn was Schools Work Lead, and as such was the driving force behind an expansion in the work in schools, particularly with the Question of Faith programme and more recently in co-operation with Scripture Union. Matt was dynamic and innovative with a passion for explaining the relevance of the Christian message to children of primary school age. His enthusiasm for promoting the Gospel inspired others and in so many ways he was refreshingly unique.

The expansion of the work of SCM necessitated the appointment of additional administrative help. For too long the burden had been borne alone by the indefatigable Jen Ball and the Trustees were delighted to appoint Oliver Milton to assist, especially as he had experience in a similar role in his previous employment.

The first Marketplace was opened in April 2021 in conjunction with St Mary's Church. Already a sense of 'belonging' and self worth has been evidenced by a growing number of clients. Many have complex and multiple needs and circumstances which have caused food insecurity often from different starting points, but who appreciate belonging to a community and the opportunity to benefit from additional support groups. The success of the first project affirms the plans for further venues opening at All Saints, Redbridge and Townhill Park.

Throughout the year we have been blessed by many financial gifts in addition to significant amounts of food which kept the warehouse in Millbrook well stocked. We thank God for the volunteers, who give of their time as well as praying so regularly. Indeed, the faithfulness of God in answered prayer has been a key factor in the continuing work and expansion of SCM. Duncan House, General Manager, has carried a great responsibility and has done so with wisdom and spiritual maturity, receiving invaluable support from all the staff team and Trustees.

Much is being achieved but there is still much to do!

Please pray to our God for his continued presence and hand on all the work.

Chris Ford
Chairman of Trustees

STRUCTURE, OBJECTS & GOVERNANCE

Southampton City Mission (CIO) is a charitable incorporated organisation registered with the Charity Commission in England and Wales under charity number 1162099. It was registered on 10 June 2015 and was set up to take forward the activities of Southampton City Mission, established in 1963. The assets and activities of Southampton City Mission (251142) were transferred to SCM (CIO) on 1st April 2016. It's governing document is the constitution adopted on 10 November 2014.

The objects of the CIO are: to advance the Christian faith for the benefit of the public in accordance with the basic tenets of historical Biblical Christianity; to prevent and relieve poverty in the City of Southampton and its neighbouring area by providing items and services to individuals in need and/or charities, or other organisations working to prevent or relieve poverty; and to advance education for persons of any age by providing or assisting in the development of their mental, physical and moral capabilities through work in schools and other educational institutions and by supporting other charities in England, the UK or abroad. The projects outlined in this report are undertaken in furtherance of the above objects.

The charity is governed by a Board of Trustees, currently numbering 6, who delegate the daily running of the charity to a small staff team. A large team of over 100 dedicated volunteers are also vital to the delivery of all the charity's services.

During 2021/22 the Trustees met 8 times as a full board and held additional sub-group meetings to discharge their duties.

SCM BASICS BANK

Number of 4 day food parcels provided	14,889
Number of overnight parcels provided	264
Number of people clothed	1,813

(Figures shown are for the period 01/04/2021 – 31/03/2022)

In the last 12 months SCM Basics Bank has seen a large amount of change with the evolving shape of the pandemic and the appointment of a new manager. After a wonderful 8 years of faithful service David Osborne decided to move on to a new challenge and leave his role as Basics Bank Manager. In November of 2021 a new Basics Bank Manager, Victoria Mckillen, was appointed, excited to take this important project on and serve the people of Southampton.

Successive lockdowns continued to lead to large fluctuations in the volume of food donations and to impact the availability of volunteers. Mark Matthews, who joined the staff team late in the 2021 financial

SCM MARKETPLACE

Until July 2021 the pilot project was launched and ably managed by Lucy Gwyn, who moved on from SCM with the arrival of her 3rd child. Lucy handed over to Jen Sissons, who joined us as Project Development Manager. Alongside further developing the pilot venue, Jen began the task of scaling up the project to operate from multiple venues.



The pilot venue at Saint Mary's Church in the City Centre has been running since late April 2021 and has 45 active members. Marketplace members have been enjoying the community space we have created; a place where they can relax, talk, be heard, belong and be accepted, as well as getting practical support through the provision of food, signposting to other services and participation in activities.

"I cannot believe the amount of choice we have and everyone is so friendly, I will definitely be back next week!"

"I'm able to cook fresh things and make meals for my kids for the first time in so long..."

Southampton University researchers have been working with us over the past year to collect data on diet and health from members. Initial impact data shows that the vast majority of members surveyed report increased consumption of vegetables and ability to afford balanced meals. A significant proportion say they are more optimistic about the future and are dealing better with problems than before they were members of the Marketplace.

Building on the success of the pilot venue, plans and preparations for the opening of the second and third Marketplace venues were made in early 2022. Much time and effort has been spent on building partnerships with the host venues – City Life Church and SO18 Big Local at Townhill Park Community Centre, and All Saints Church on the Millbrook estate – recruiting and training volunteers and planning for increased food supply. Following continuing impacts of COVID and challenges with variable food supply, the intended launch of Townhill Park in February 2022 was delayed until the summer of 2022. The revised timing proved well-founded as we were able to launch the venue in a stronger position in terms of capacity for food distribution and other resources.

Much has been learned during the pilot about the complexities of sourcing, transporting and storing a sufficient range of chilled and frozen foods, as well as fresh fruit and vegetables and ambient produce. Our main partners for food sourcing are Fareshare and The Big Difference and work is underway to broaden our sources of food so that we are in a position to be able to provide a good range and quality of items to members each week. We have also worked on grant applications and an appeal to raise funds for a refrigerated van.

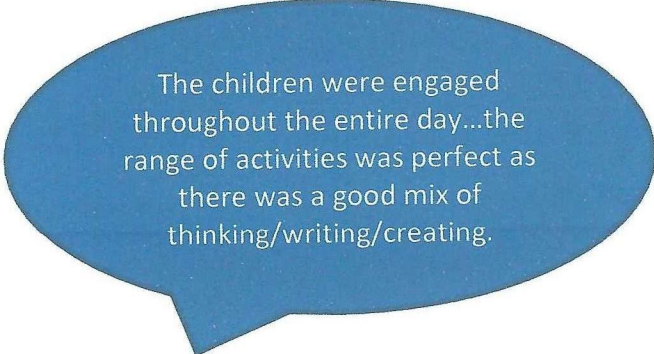
We continue in conversation with potential partners in other areas of deprivation across the city to discuss launching further Marketplace venues so that more people can benefit from this holistic approach to helping people facing food insecurity.

Jen Ball
Office Manager

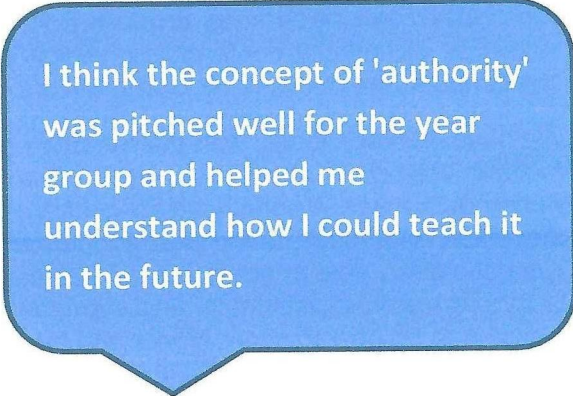
SCM SCHOOLS

The 2021/22 Academic Year has felt the most 'normal' for the Schools Team since the Coronavirus pandemic began over 2 years ago. Unfortunately there were a few instances this year when our visits to schools had to be cancelled because of COVID, either by the school due to a high number of cases or by us due to Team Leaders needing to self-isolate. However we were still able to visit 40 different schools in person, inputting into schools' PSHE, SMSC, and RE curriculum, whilst presenting the Gospel in a variety of ways, as per the growing SCM Schools portfolio. This year's onsite visits consisted of:

- 129 Question of Faith sessions
- 55 Assemblies
- 13 Transition Support sessions
- 4 Prayer Spaces
- 3 CAP Money Kids sessions
- 2 Weekly Grow Community groups
- 1 Residential Trip Support



The children were engaged throughout the entire day...the range of activities was perfect as there was a good mix of thinking/writing/creating.



I think the concept of 'authority' was pitched well for the year group and helped me understand how I could teach it in the future.

Our support to schools this year was not limited to in-person visits. As a result of the resources and technological skills developed through lockdown, we continued to support schools with online resources. When onsite visits were not possible, we offered schools virtual assemblies (either pre-recorded or live video content) and online learning packs (including videos, interactive activity suggestions and printable resources). So in addition to the statistics above, this year we also shared:

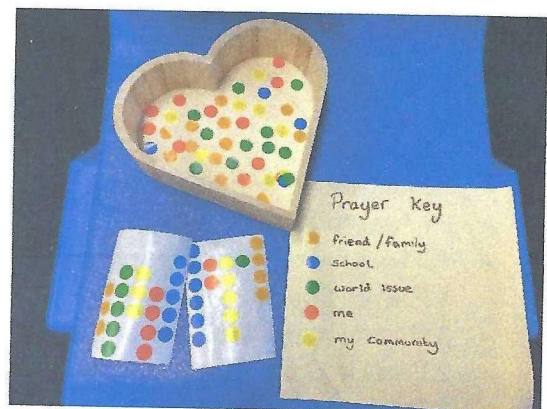
- 6 Virtual Assemblies
- 9 Online Question of Faith Pack
- 3 Online Transition Support Packs

Our Youtube Channel continues to be an additional resource available to schools in Southampton and beyond. It currently has 206 subscribers, and a catalogue of 95 Online Assemblies and 61 'Question Time' videos (short videos of Team Leaders giving answers to the questions we frequently get asked by children in schools.)

The latest branch to the SCM Schools Portfolio is CAP Money Kids. These sessions are a one day workshop for pupils in Year 5 and 6 that has been designed by Christians Against Poverty (CAP) to help children become money-wise. This is something that was trialled by SCM in the past, but is now officially part of what we can offer to schools. The session follows a similar format to our Question of Faith days, including stories, games, and interactive group activities, making it a natural fit to what we do. We currently have 2 CAP trained Schools Team Leaders who can run these sessions.

As part of the Transition Support we offer Year 6 pupils preparing to start Secondary School, we once again bought copies of the Scripture Union resource 'It's Your Move: Your Secondary School Survival Guide'. This year, we gave out **1110 booklets** to Year 6 pupils - 100 more than last year!

Our links with Scripture Union as a Local Mission Partner continues to thrive. We are working together with Scripture Union to implement the Revealing Jesus Mission Framework across Southampton, which aims to journey into faith with the 95% of children and young people who are not in church. As part of this, we launched **two 'Grow Communities'** in two different Primary Schools, which this year have met weekly either at lunchtime or afterschool. These groups are a space for children to explore and flourish in their faith, at a much more personal level than our other schools' work can facilitate. Each group has grown in numbers since they began, with **over 20 children attending** each group every week. Currently, Scripture



Union says that our groups are some of the only Grow Communities up and running in the country. As such, they have been keen to learn from us and share our practice and stories. We have shared highlights at national conferences, regional prayer meetings and are awaiting the publication of an article about one of our Grow Communities in the SU supporters magazine.

We have worked closely with the Scripture Union Mission Enabler for our region, including co-hosting multiple 'Retreat & Gather' days for Schools, Children and Youth workers in the Southampton and Portsmouth areas. A personal highlight from these days is the networking and idea sharing opportunities they offer. As a result, many local and further afield people have reached out to the SCM schools team. We have been able to share with others activity ideas for working with children in school, tips on how to format a school assembly, and even loan costumes and props to local church workers. It is a real blessing to be able to serve others and the Kingdom in this way.

This year has seen a few personnel changes for the SCM Schools Team. Most notably, we said goodbye to our Schools Lead Matt Gwyn at the end of March. Although it was a big loss to the charity, there has been a reasonably smooth transition for the schools team with Ellie Cousins taking on the role of SCM Schools Lead. Following a successful recruitment process, we are very excited to have Joyce Wan join the schools team as the new Schools Worker in September. Her experience will undoubtedly be an asset to the schools team, as well as ensuring we can maintain our current level of schools work across the city.



As ever, the schools work we do would only be possible with the help of volunteers. Following the pandemic, there have been some changes to our volunteer register, with some making the decision to step back or step away. However, we currently have **4 volunteer Team Leaders** (plus one more in training), and **13 volunteer Team Members**. This year we have been able to once again hold in person

meetings and social events for our volunteer schools team, both just as the SCM team and also in partnership with Scripture Union. We have been working on the development of current team leaders with the creation of an observation form. Ellie is also currently creating a volunteer recruitment video, that we hope to send to local church leads to share as part of their church notices. Once Joyce has joined the team and is able to lead days in school, the ongoing recruitment, training and support of volunteers is something Ellie will be able to give more time to.

This year, Ellie has taken the lead on developing the new **Schools Hub** branch of the **City Mission Movement UK**. In collaboration with the Schools Lead at Brighton & Hove City Mission, we have planned two events for others involved with schools work through a City Mission. The first event was an online gathering in May of this year, where we were able to network, share ideas, pray together and support one another as City Mission Schools Teams. We are also in the process of planning an in-person retreat day for the end of September.

Finally, Southampton City Mission also continues its involvement with the **Southampton SACRE**. In the process of developing the revised version of the locally agreed "Living Difference" RE syllabus, Ellie created various digital images that have since been used for training events and are published in the revised syllabus. Southampton City Mission is now a **voting committee member** of Southampton SACRE, meaning we have more involvement and say over Religious Education in the city.

Ellie Cousins
SCM Schools Lead

GENERAL MANAGER'S REPORT

"One of them, an expert in religious law, tried to trap him with this question: "Teacher, which is the most important commandment in the law of Moses?"

Jesus replied, "'You must love the Lord your God with all your heart, all your soul, and all your mind.' This is the first and greatest commandment. A second is equally important: 'Love your neighbour as yourself.' The entire law and all the demands of the prophets are based on these two commandments."

Matthew 22:35-40 NLT

As I look back at the year for Southampton City Mission between April 2021 and March 2022, the verses above come to mind. It has been another year of helping families, individuals, schools and the city get through COVID and all of the struggles and isolation that it has wrought upon people.

Where most Christian schools workers have been furloughed through this period, Matt & Ellie have pioneered new digital and hybrid ways of engaging with classes and year groups to keep delivering our Jesus-centred Question of Faith days. With their YouTube channel and resources, they have been able to reach many more children and young people, regardless of schools being open or shut. In latter months schools have been delighted to start to receive in person visits again.

The vast majority of children in school do not know the Bible, have never been to a church and have no clue who Jesus is. How are they to love the Lord if no one ever tells them of him? How are they to orientate their lives around love for others, if they do not know the one who first loved them? It is an incredible privilege to be able to train and take teams of Christian volunteers into over 50 primary schools in and around Southampton, to help teach the school R.E. curriculum with passion, integrity and faith. Let us pray together that the harvest in years to come is full of many of these who heard the stories of Jesus' incredible love, acted out the roles of Biblical characters, asked honest and searching questions of our teams, and remembered the example of kind, fun, hope-full people who knew God and came to share him with them.

Across our two food outreach projects, SCM Basics Bank and SCM Marketplace, our small army of volunteers have worked incredibly hard to keep serving those struggling with food insecurity, life crises and isolation across Southampton. Enabling local Christians to love their neighbour as themselves is at the heart of these projects. One aspect of this ministry that has come to the fore for me in a new way during the whole COVID pandemic, is the way that our food projects enable ordinary residents in Southampton to love and practically support their unknown neighbours. By the example of Southampton City Mission, and by setting up donation points, sorting stations and fair distribution channels, we give people the opportunity to join in with the heart of God in serving and sacrificing for those that they will never meet. It has been a real treasure to have extended families, whole streets of neighbours, social clubs and businesses run unsolicited regular collections for us through COVID. Those initiating and coordinating these efforts were often the people who were dropping off the donations to the warehouse, so we were able to appreciate them in person. It is a gift and a blessing of God to be able to give to others.

As Matthew 5:13 is rendered in The Message: *"Let me tell you why you are here. You're here to be salt-seasoning that brings out the God-flavours of this earth."*

Even (or perhaps especially) in these dark times, God is working in us and through us. Even when we don't realise or comprehend it.

Duncan House
SCM General Manager



Financial Report for the Year Ended 31 March 2022

Basic Information

Southampton City Mission (CIO) ("the CIO") was formally registered with the Charity Commission on 10 June 2015 (registration number 1162099). The assets, liabilities and activities of Southampton City Mission ("SCM")(registered charity number 251142) were transferred to the CIO with effect from midnight on 31 March 2016. SCM has now been removed from the Charity Commission register.

Trustees for the year and up to the date of this report were:

Chris Ford (Chairman)

Dave Bartlett

John Duff (Appointed 17 May 2021)

Tim Nutt (Resigned 23 July 2021)

Temitayo Oloruntuyi (Appointed 17 May 2021)

Kelvin Taylor

David Wagstaff

General Manager Duncan House

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Financial Statements

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Southampton City Mission (CIO)											
Statement of Financial Activity for the year ended 31 March 2022											
	Restricted income funds				Unrestricted funds				Total all funds	Notes	All funds prior year
	Basics Bank	Poverty relief	Schools	Total	Designated Basics Bank	Designated Poverty relief	General fund	Total			
	£	£	£	£	£	£	£	£	£		£
Incoming resources from:										2	Note 15
Donations and legacies	335,714	28,315	19,390	383,419	612	6,989	124,038	131,639	515,058	3.1	746,365
Charitable activities	0	4,435	0	4,435	0	0	0	0	4,435	3.2	0
Other trading activities	1,440	0	0	1,440	0	0	33	33	1,473	3.3	1,149
Investments	552	0	0	552	0	90	977	1,067	1,619	3.4	1,532
Total	337,706	32,750	19,390	389,846	612	7,079	125,048	132,739	522,585		749,046
Resources expended										2	
Expenditure on:											
Raising funds	186	3,180	303	3,669	2	29	487	518	4,187	4.1	4,019
Charitable activities	398,317	61,994	81,073	541,384	0	0	14,412	14,412	555,796	4.2	515,877
Total	398,503	65,174	81,376	545,053	2	29	14,899	14,930	559,983		519,896
Net income/(expenditure)	-60,797	-32,424	-61,986	-155,207	610	7,050	110,149	117,809	-37,398		229,150
Transfers between funds	0	44,555	61,986	106,541	0	-44,555	-61,986	-106,541	0		0
Net movement in funds	-60,797	12,131	0	-48,666	610	-37,505	48,163	11,268	-37,398		229,150
Reconciliation of funds:											
Funds brought forward	237,141	0	0	237,141	14,016	58,595	175,465	248,076	485,217		256,067
Total funds carried forward	176,344	12,131	0	188,475	14,626	21,090	223,628	259,344	447,819		485,217

Southampton City Mission (CIO)											
Balance Sheet as at 31 March 2022											
	Restricted income funds				Unrestricted funds				Total all funds	Notes	All funds prior year
	Basics Bank	Poverty relief	Schools	Total	Designated Basics Bank	Designated Poverty Relief	General fund	Total			
	£	£	£	£	£		£	£	£		£
Fixed assets											
Tangible assets	8,074	12,131	1,668	21,873	0	916	0	916	22,789	7	10,151
Fixed asset investments	122,550	0	0	122,550	0	19,763	188,710	208,473	331,023		170,390
	130,624	12,131	1,668	144,423	0	20,679	188,710	209,389	353,812		180,541
Current assets											
Stocks	45,000	0	0	45,000	0	0	0	0	45,000	9	74,000
Debtors	2,962	0	826	3,788	0	2,763	5,843	8,606	12,394	10	13,971
Investments	0	0	0	0	0	0	0	0	0	8	0
Cash at bank and in hand	5,734	0	428	6,162	14,626	-846	29,858	43,638	49,800	12	229,981
Total current assets	53,696	0	1,254	54,950	14,626	1,917	35,701	52,244	107,194		317,952
Creditors: amounts falling due within one year	-7,976	0	-2,922	-10,898	0	-1,506	-783	-2,289	-13,187	11	-13,276
Net current assets / (liabilities)	45,720	0	-1,668	44,052	14,626	411	34,918	49,955	94,007		304,676
Total net assets	176,344	12,131	0	188,475	14,626	21,090	223,628	259,344	447,819		485,217
Funds of the Charity										13	
Restricted income funds	176,344	12,131	0	188,475	0	0	0	0	188,475		237,141
Unrestricted funds	0	0	0	0	14,626	21,090	223,628	259,344	259,344		248,076
Total funds	176,344	12,131	0	188,475	14,626	21,090	223,628	259,344	447,819		485,217

Southampton City Mission (CIO)											
Statement of Cash Flows for the year ended 31 March 2022											
	Restricted income funds				Unrestricted funds				Total all funds	Notes	All funds prior year
	Basics Bank	Poverty Relief	Schools	Total	Designated Basics Bank	Designated Poverty Relief	General fund	Total			
	£	£	£	£	£	£	£	£	£		£
Net cash provided/(used) by operating activities	-24,872	12,453	235	-12,184	610	-37,827	46,589	9,372	-2,812	Below	219,200
Interest income	552	0	0	552	0	90	977	1,067	1,619	3.4	1,532
Investments made	-60,243	0	0	-60,243	0	-19,763	-80,627	-100,390	-160,633		-85,390
Purchase of fixed assets	-5,470	-12,453	0	-17,923	0	-432	0	-432	-18,355	7.1	-6,010
Cash flows from Investing activities	-65,161	-12,453	0	-77,614	0	-20,105	-79,650	-99,755	-177,369		-89,868
Change in cash in the period	-90,033	0	235	-89,798	610	-57,932	-33,061	-90,383	-180,181		129,332
Cash at the start of the period	95,767	0	193	95,960	14,016	57,086	62,919	134,021	229,981		100,649
Cash at end of the period	5,734	0	428	6,162	14,626	-846	29,858	43,638	49,800		229,981
Reconciliation of net income to net cash flow from operating activities											
	Restricted income funds				Unrestricted funds				Total all funds	Notes	All funds prior year
	Basics Bank	Poverty Relief	Schools	Total	Designated Basics Bank	Designated Poverty Relief	General fund	Total			
	£		£	£	£	£	£	£	£		£
Net income per SOFA	-60,797	12,131	0	-48,666	610	-37,505	48,163	11,268	-37,398	SOFA	229,150
Depreciation charge	4,611	322	703	5,636	0	81	0	81	5,717	7.1	4,943
Interest income	-552	0	0	-552	0	-90	-977	-1,067	-1,619	SOFA	-1,532
(Increase)/decrease in stock	29,000	0	0	29,000	0	0	0	0	29,000	9	-20,000
(Increase)/decrease in debtors	3,461	0	-58	3,403	0	-1,819	-7	-1,826	1,577	10	10,419
Increase/(decrease) in creditors	-595	0	-410	-1,005	0	1,506	-590	916	-89	11	-3,780
Net cash provided/(used) by operating activities	-24,872	12,453	235	-12,184	610	-37,827	46,589	9,372	-2,812		219,200

1. Basis of preparation

- 1.1. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) for accounting periods beginning after 31 December 2018, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011. The charity constitutes a public benefit entity as defined by FRS 102.
- 1.2. The financial statements are prepared on a going concern basis, under the historical cost convention. The activities are dependent on donation income and, as a consequence, the going concern basis for the charitable activities is dependent on donation income continuing.

2. Accounting policies

- 2.1. Income is included in the Statement of Financial Activities (SoFA) when:
 - the charity becomes entitled to the resources;
 - it is more likely than not that the trustees will receive the resources; and
 - the monetary value can be measured with sufficient reliability.
- 2.2. There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.
- 2.3. Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP).
- 2.4. Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise. Gift Aid in note 3 below includes amounts recovered on donations made via third parties.
- 2.5. Donated goods are measured at fair value (the amount for which the asset could be exchanged) unless impractical to do so, in accordance with FRS 102 SORP. For SCM, the trustees consider that it is impractical to value the stock of donated goods on receipt. However, it is possible to estimate the fair value of goods distributed with reasonable accuracy and this is recognised as an expense.

In the case of donated food it is also possible to estimate the value of stock on hand at the balance sheet date. Therefore, the value of goods donated for distribution to beneficiaries, which is recognised as income in these accounts, is taken to be the difference between the opening and closing stock and the value of goods distributed, as adjusted for purchased stock which is recorded at cost.

In preparing these accounts, replacement cost has been used as the basis for assessing the fair value of goods, donated and distributed and for stock valuation.

In relation to donated clothes, the trustees have concluded that it is impractical to value the stock. However, it is possible to give an estimate of the value of a typical package of clothes provided to a beneficiary and so this amount multiplied by the number of people clothed has been included in both incoming resources and resources expended.

- 2.6. The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.
- 2.7. Bank interest is included on a receivable basis.
- 2.8. Insurance claims are only included in the SoFA when the general income recognition criteria are met (5.8 to 5.9 FRS 102 SORP) and are netted off against the associated cost where this falls in the same accounting period.
- 2.9. Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.
- 2.10. The charity has creditors which are measured at settlement amounts less any trade discounts.
- 2.11. The charity has received grants to fund particular items of expense and these have been recognised as income in the period in which the relevant expense is incurred. Any unmatched grant at the balance sheet date is recorded as a deferred income liability.
- 2.12. The policy for including items within the relevant activity categories of resources expended is to allocate costs to the most appropriate activity. In particular the policy for including items within costs of generating funds, charitable activities and governance costs is:

Costs of generating funds

The costs of raising and generating funds includes the incidental costs of staging various fund raising events.

Charitable activities

Charitable expenditure includes all expenditure directly related to the objects of the charity.

Governance costs

Governance costs include all expenditure directly related to the administration of the charity including expenditure incurred in the management of the charity's assets, organisational administration and compliance with charitable and statutory requirements.

- 2.13. Tangible fixed assets are capitalised if they can be used for more than one year, and cost at least £250 and are valued at cost. The depreciation rates and methods used are disclosed in Note 7.2.
- 2.14. Investments represent bank deposits which can be withdrawn at three months notice or less and one term deposit of £75,000 which matured in October 2022.
- 2.15. Stocks of donated goods are recorded at fair value (see also note 2.5).
- 2.16. The Trustees are not aware of any material uncertainties affecting these accounts.
- 2.17. SCM has a five year lease of its premises from 20 January 2020. The total rent payable over the term of the lease is £78,000 which is being expensed evenly over the lease term. At 31 March 2022 the future commitment under the lease was £47,250.

3. Analysis of incoming resource

3.1. Donations and legacies may be analysed as follows:

	Restricted income funds				Unrestricted funds				Total all funds	Notes	All funds prior year
	Basics Bank	Poverty relief	Schools	Total	Designated Basics Bank	Designated Poverty Relief	General fund	Total			
	£	£	£	£	£	£	£	£	£		£
Cash donations and gifts from individuals	30,663	14,276	4,450	49,389	90	6,239	76,456	82,785	132,174		206,495
Gift Aid	2,828	3,326	1,053	7,207	22	750	11,493	12,265	19,472	2.4	28,305
Cash donations and gifts from churches	15,789	80	1,850	17,719	0	0	13,518	13,518	31,237		55,184
Cash donations and gifts from others	22,740	7,433	337	30,510	500	0	5,071	5,571	36,081		90,540
Grants	14,600	3,200	11,700	29,500	0	0	17,500	17,500	47,000		49,249
	86,620	28,315	19,390	134,325	612	6,989	124,038	131,639	265,964		429,772
Donated goods											
Food	163,094	0	0	163,094	0	0	0	0	163,094		281,593
Clothes	86,000	0	0	86,000	0	0	0	0	86,000		35,000
Total donated goods	249,094	0	0	249,094	0	0	0	0	249,094	2.5	316,593
Per SOFA	335,714	28,315	19,390	383,419	612	6,989	124,038	131,639	515,058		746,365

- 3.2. Income from charitable activities represents Marketplace membership fees.
- 3.3. Income from other trading activities represents income from sale of surplus donated clothes and stamps and coins.
- 3.4. Investment income represents interest on bank deposits.

3.5. Of the donations to Basics Bank and Marketplace, £8,685 and £8,173 respectively was specifically for the purchase of food.

4. Analysis of resources expended

4.1. Expenditure on raising funds represents amounts paid directly to a consultant for assistance with grant applications and fees from third party collection agents.

4.2. Expenditure on charitable activities may be analysed as follows:

	Restricted income funds				Unrestricted funds			Total all funds	Notes	All funds prior year
	Basics Bank	Poverty relief/ Marketplace	Schools	Total	Designated Fund Poverty relief	General fund	Total			
	£	£	£	£	£	£	£	£		£
Costs of employment	68,676	45,008	68,635	182,319	0	10,960	10,960	193,279	6.1	148,651
Premises costs and equipment	25,237	1,564	3,026	29,827	0	0	0	29,827		26,434
Admin expenses	2,296	883	1,102	4,281	0	705	705	4,986		4,965
Travelling including volunteers	632	676	2,482	3,790	0	79	79	3,869		840
Transport	5,284	0	0	5,284	0	0	0	5,284		4,402
Staff support and training	1,335	2,266	479	4,080	0	185	185	4,265		420
Schools work materials	0	0	3,733	3,733	0	0	0	3,733		2,838
Other expenses	5,857	5,699	1,616	13,172	0	2,483	2,483	15,655		10,328
Total	109,317	56,096	81,073	246,486	0	14,412	14,412	260,898		198,878
Donations made in kind									2.5	
Food	203,000	5,898	0	208,898	0	0		208,898		232,000
Clothes	86,000	0	0	86,000	0	0		86,000		83,000
Total donations made in kind	289,000	5,898	0	294,898	0	0	0	294,898		315,000
Total charitable activities	398,317	61,994	81,073	541,384	0	14,412	14,412	555,796		513,878

4.3. Costs are apportioned between restricted income funds based on the trustees' estimate of the extent to which the cost relates to the relevant activity. In particular, employment costs are allocated on the basis of time spent and office costs on the basis of usage.

5. Governance costs and Independent Examiner's fee

Included in administrative expenses is £959 (2021 - £728) in relation to the fee for the independent examination. There are no other material governance costs. Other support costs are restricted to a small part of administrative salaries.

6. Paid employees

6.1. Staff costs may be analysed as follows:

	2021/22	2020/21
	£	£
Salary	173,806	135,235
Pension contributions	9,738	6,673
Employer's National Insurance	9,735	6,743
Total	193,279	148,651

6.2. The average headcount was 8 (3.7 full-time, 4.3 part-time). This is equivalent to 5.9 FTEs. Their employment costs have been allocated to Basics Bank, Marketplace, Schools Work and other activities on the basis of the time spent on each activity.

6.3. No employee received remuneration of more than £60,000.

6.4. The General Manager received remuneration of £22,963 including pension contributions.

7. Fixed assets

7.1. Details of fixed assets and their associated depreciation are as follows:

	Computers	Vans	Leasehold additions	Basics Bank Equipment	Marketplace equipment	Total
	£	£	£	£	£	£
Cost at 31 March 2021	6,969	17,100	5,579	1,906	0	31,554
Additions	1,278	500	3,507	1,675	11,395	18,355
Cost at 31 March 2022	8,247	17,600	9,086	3,581	11,395	49,909
Depreciation at 31 March 2021	4,012	14,535	2,704	152	0	21,403
Charge for year	1,060	2,565	1,292	619	181	5,717
Depreciation at 31 March 2022	5,072	17,100	3,996	771	181	27,120
Net book value at 31 March 2021	2,957	2,565	2,875	1,754	0	10,151
Net book value at 31 March 2022	3,175	500	5,090	2,810	11,214	22,789

7.2. Depreciation is charged on a straight line basis over the following periods:

7.2.1. Computers - four years

7.2.2. Van - five years

7.2.3. Leasehold additions - remaining life of the lease

7.2.4. Basics Bank and Marketplace equipment - five years

8. Investments

Bank cash deposits are shown as fixed asset investments.

9. Stocks

Stocks are held solely for charitable purposes and the figure represents the value of donated food for distribution to beneficiaries.

Brought forward	Donations received in period	Purchased in period	Donations made in period	Closing stock
£	£	£	£	£
74,000	249,094	16,804	-294,898	45,000

10. Debtors and prepayments

Debtors consist of:

	2021/22	2020/21
	£	£
Rent in advance	-	1,481
Other prepayments	748	712
Gift Aid recoverable	10,616	8,837
VirginMoney Giving	-	1,061
Grant receivable (SCC)	-	750
Accrued interest receivable	661	457
Others	369	673
Total	12,394	13,971

11. Creditors and accruals

Creditors falling due within one year consist of:

	2021/22	2020/21
	£	£
Deferred income	2,500	9,000
Tax and Social Security	3,278	2,557
Rent	2,494	-
Other	4,915	1,719
Total	13,187	13,276

Deferred income represents grants received in as advance as noted at 2.11 above.

Brought forward	Received in period	Released in period	Carried forward
£	£	£	£
9,000	12,500	19,000	2,500

12. Cash at bank and in hand

This represents a current account, the balance on prepayment cards and petty cash balances.

13. Funds

The charity maintains three restricted income funds where donations have been made specifically towards the operation of Basics Bank, Poverty Relief/Marketplace or towards Schools work. The Basics Bank and Poverty Relief restricted funds include £13,895 (2021 - £14,490) and £2,107 (2021 - £nil) respectively, specifically for the purchase of food.

Certain individuals donated money to SCM following the start of the Coronavirus pandemic without specifying the use to which it should be put. The Trustees have continued to designate 90% of this income to be specifically for SCM's poverty relief activities.

In addition there is a general, unrestricted fund which is available to support any of the charitable activities undertaken.

14. Prior year fund movements

The statement of financial activity for the prior year is as follows:

	Restricted income funds			Unrestricted funds				Total all funds	
	Basics Bank	Schools	Total	Designated Basics Bank	Designated Poverty relief	General fund	Total		Notes
	£	£	£	£	£	£	£	£	
Incoming resources									2
Income and endowments from:									
Donations and legacies	555,627	19,167	574,794	1,899	63,192	106,480	171,571	746,365	3.1
Charitable activities	0	0	0	0	0	0	0	0	3.2
<i>Other trading activities</i>	1,129	0	1,129	0	0	20	20	1,149	3.3
<i>Investments</i>	455	0	455	0	0	1,077	1,077	1,532	3.4
Total	557,211	19,167	576,378	1,899	63,192	107,577	172,668	749,046	
Resources expended									2
Expenditure on:									
<i>Raising funds</i>	189	2,000	2,189	35	351	1,444	1,830	4,019	4.1
<i>Charitable activities</i>	414,730	81,303	496,033	0	4,246	15,598	19,844	515,877	4.2
Total	414,919	83,303	498,222	35	4,597	17,042	21,674	519,896	
Net income/(expenditure)	142,292	-64,136	78,156	1,864	58,595	90,535	150,994	229,150	
<i>Transfers between funds</i>	0	64,136	64,136	0	0	-64,136	-64,136	0	
Net movement in funds	142,292	0	142,292	1,864	58,595	26,399	86,858	229,150	
Reconciliation of funds:									
Funds brought forward	94,849	0	94,849	12,152	0	149,066	161,218	256,067	
Total funds carried forward	237,141	0	237,141	14,016	58,595	175,465	248,076	485,217	

15. Transactions with related parties

15.1. Transactions with trustees

None of the trustees has been paid any remuneration or received any other benefits from an employment with this charity or a related entity. None of the trustees has been paid any expenses in the current or in the prior year.

15.2. There were no other related party payments in either the current or prior years.

16. Reserves Policy:

The Trustees' previous policy was that the CIO should hold sufficient reserves to allow it to continue operating even if there were to be a significant reduction in the level of giving and an increase in demand for its activities. The Covid pandemic and the current cost of living crisis significantly increase the risk of both these events occurring. The costs associated with the CIO's activities do not lend themselves to gradual modification so that, under normal circumstances, the trustees would maintain reserves in the range of four to five months' operating costs calculated and reviewed annually and this is still the medium term intention.

However, we continue to be grateful to God, to various grant-making bodies and to the people of Southampton for their generous support particularly of the CIO's Poverty Relief activities, as a result of which the reserves are currently significantly in excess of this level. The trustees have therefore taken the opportunity to proceed with the CIO's new "Marketplace" project as described in the Annual Report. In addition to the capital cost of the commercial refrigeration equipment at each venue, this has involved the employment of new staff.

In addition, the Trustees intend to roll out the Question of Faith Days ("QoF") concept to a wider audience.

For the expanded activities to be sustainable in the medium term, the CIO will need to find significant new sources of funding. The reserves therefore give a window of opportunity in which to obtain these. The level of new funding that will be forthcoming is uncertain but projections indicate that the CIO will use much of its current reserves in supporting both Marketplace and the Schools work during the period in which the additional funding is being sought.

Statement of Public Benefit:

Because we are legally a “smaller charity” and below the audit threshold, we must include only a brief summary in our Annual Report of the main activities undertaken - you can find that in the main report.

As the Trustees of the charity we confirm that we have had regard to the Charity Commission’s public benefit guidance, where relevant.

The Objects of the Charity – as set out in its Constitution – are:

1. To advance the Christian faith for the benefit of the public in accordance with the basic tenets of historical Biblical Christianity.
2. To prevent and relieve poverty in the City of Southampton and its neighbouring area by providing: items and services to individuals in need and/or charities, or other organisations working to prevent or relieve poverty.
3. To advance education for persons of any age by providing or assisting in the development of their mental, physical and moral capabilities through work in schools and other educational institutions and by supporting other charities in England, the UK or abroad.

We consider that the first object above passes the “public benefit test” because advancing the Christian faith in our community has a positive impact on the moral and ethical behaviour of those with whom we come in contact. Objects 2 and 3 are the outworking of this in the provision of emergency food and clothing via Basics Bank, to which referrals are made by public sector agencies and other charities, irrespective of ethnic origin, faith (or none) or other factors, and by the work done in schools at the invitation of Head Teachers.

Furthermore, our Christian faith and our relationship with God – as Father, Son and Holy Spirit - gives meaning to our lives and encourages us to live in such a way as to benefit the wider society by being good citizens and following the Bible’s teaching on how we should conduct ourselves in society.

Approved on behalf of the Board of Trustees:

Chairman Chris Ford

Trustee David Wagstaff

Date 16 January 2023

**Independent Examiner's Report to the trustees of Southampton City Mission (CIO)
(Registered Charity number 1162099) on the accounts for the year ended 31 March
2022 set out on pages 2 to 14.**

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the Charities Act 2011 ("the Act").

The charity's trustees consider that an audit is not required for this year under section 144 of the Act and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Association of Accounting Technicians.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the applicable Directions given by the Charity Commission (under section 145(5)(b) of the Act, and
- to state whether particular matters have come to my attention

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Ken Stratton FMAAT

Date 17 January 2023

Brewery House, High Street
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