

INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

England & Wales · Charity number 209084

Details

Status Registered

Legal form Charitable company

Company number [00071778](#)

Registered 1963-02-11

Register [View on the Charity Commission register](#)

Contact

Address Flat 8
4 Church Road
Bournemouth
BH6 4AT

Phone 07984139909

Email ibfcc@hotmail.com

Activities

Objects: TO PROMOTE THE SPIRITUAL LIFE OF THE CHURCHES AND ITS SOCIETIES ETC. TO CONSIDER AND DEAL WITH SPIRITUAL AND MORAL WELFARE MATTER IN THE AREA. TO FOUND, TAKE OVER, MANAGE SCHOOLS COLLEGES ETC. FOR ALL GRADES AND TYPES. TO PROVIDE BOARD, LODGING ETC. FOR STUDENTS AND AFFORD FACILITIES FOR STUDY. TO PROMOTE, INITIATE AND CARRY ON EVANGELISTIC WORK. TO PRINT, PUBLISH AND DISTRIBUTE RELIGIOUS AND INSTRUCTIVE LITERATURE. TO FORM, MAINTAIN A LIBRARY OR LIBRARIES OF LITERATURE. TO ACQUIRE BY GIFT, PURCHASE, LEASE ETC. LANDS AND BUILDINGS, REAL AND PERSONAL, MAINTAIN AND DISPOSE OF ETC.

Activities: Own and operate housing (45 flats in total) for people aged 50 years or over. Funding provided for various voluntary organisations in the BournemouthPoole/Dorset Area. Some are annual donations, and others are applied for each year as "one off" grants. Liaise with all the Free Churches in the Bournemouth Area.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Other Finance, Provides Buildings/facilities/open Space, Provides Services
- **What:** General Charitable Purposes, Education/training, The Prevention Or Relief Of Poverty, Accommodation/housing, Religious Activities, Human Rights/religious Or Racial Harmony/equality Or Diversity
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- **Area of benefit:** BOURNEMOUTH
- Bournemouth
- Dorset

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£222,130	£201,805	-	-
2024-03-31	£195,054	£178,279	-	-
2023-03-31	£188,055	£187,486	-	-
2022-03-31	£189,864	£182,369	-	-
2021-03-31	£189,864	£182,369	-	-

Trustees

Name	Role	Appointed
LINDA PAIN	Chair	2011-07-26
ANTHONY JOSEPH FERNAND		
Andrew James Pain		2025-04-29
DELIA CUTLER		2012-07-16
JEAN BUTLER		
LESLEY CAROL MARGARET FERNAND		2019-11-15
Mark Joseph Priestley		2022-11-18

INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

England & Wales - Charity number 209084

Accounts

REGISTERED COMPANY NUMBER: 00071778 (England and Wales)
REGISTERED CHARITY NUMBER: 209084

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025
FOR
THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL

Carter & Coley
Chartered Accountants
3 Durrant Road
Bournemouth
Dorset
BH2 6NE

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

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THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL (REGISTERED NUMBER: 00071778)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2025

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2025. 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 company is a charity, and exists to promote spiritual life, and moral and physical improvement in the district, and to provide residential accommodation where persons in need thereof may receive guidance and care.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake. The Trustees have had regard to the Charity Commissions guidance on public benefit. The Trustees confirm that the charitable company meets the criteria for public benefit in providing residential accommodation, care and guidance for needy persons. However, the charitable company is small and maximises its human resources by providing funds to further its objectives by facilitating work of many other organisations in need within the Bournemouth/Poole area in line with its Christian ethos. Consideration continues to be given by the Council to the identifying of charitable causes meriting support. The charity makes grants on strict adherence to its Memorandum and Articles of Association, these governing documents in turn set tight restrictions on the use of free reserves. The Memorandum and Articles of Association were updated on 15th February 2017.

FINANCIAL REVIEW

Financial position

Charitable grants made during the year totalled £59,340 (2024: £60,200), (note 4).

Overall there was a surplus of £20,325 (2024: £16,775) which included depreciation of fixed assets of £26,668 (2024 - £24,108))

A further £35,452 was expended on capitalised costs in the year (note 9).

Total reserves now stand at £1,439,312 (2024: £1,418,987) all of which is unrestricted. £883,710 (2024: £874,926) relates to the book value of fixed assets.

Free reserves, those funds not tied up in fixed assets or restricted funds now stand at £555,602 (2024: £544,061).

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL (REGISTERED NUMBER: 00071778)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

FINANCIAL REVIEW

Reserves and investment policies

The expense of maintaining the three properties presently owned is considerable. Some is regular or recurring and some one-off or emergency. During the 2024/25 year, extra expenses include the legal cost of evicting defaulting tenants and cleaning up afterwards. There is a continuing need for substantial sums to be reserved for other repair purposes in the future.

Other than the freehold properties, the assets of the charitable company are regarded as fugitive monies. They are held a) for maintenance purposes, as mentioned above and b) for distribution to charitable projects. An appropriate policy is to retain funds on a short term risk free basis, with sufficient income to counter inflation. To that end, short term deposits and notice accounts are held with Charity, Lloyds, United Trust, Hampshire Trust and Shawbrook Banks and the Nationwide Building Society.

On 1 April 2024 rents were increased by 12.0% over those set in April 2022 (using an independent rent valuation commissioned in the year ended 31 March 2012 as a reference point). The next rent review will be implemented with effect from 1 April 2026.

ADVICE AND INFORMATION

Vacancies continued to occur during the year in the residential accommodation available for letting and these vacancies were filled as soon as possible under the circumstances. Care was given to the maintenance and safety of the buildings.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The charitable company is a company limited by guarantee, incorporated on 1 October 1901, and registered as a charity on 4 October 1951.

Charity constitution

The charitable company was established under a Memorandum of Association, which established the objects and powers of the charitable company, and is governed under its Articles of Association. Under those Articles, the members of the Executive are elected at the Annual General Meeting, and are subject to ratification at each annual general meeting.

On the advice of the charitable company's solicitors revised Articles of Association were adopted at an extraordinary meeting called for that purpose on 15th February 2017. These have been submitted to the Charity Commission and Companies House.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL (REGISTERED NUMBER: 00071778)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2025

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

The Executive has considered the need for ensuring new members are fully aware of their responsibilities, both personal and collective, in the governance of the affairs of the council. Every new member shall be supplied with a personal copy of the constitution (Memorandum and Articles of Association of the charitable company), together with printed information about the duties of a charitable trustee (e.g. the Charity Commission's booklet "Responsibilities of Charity Trustees").

Furthermore, members of the sub committee shall ensure that, on a one to one basis, every new member shall be advised by the Secretary, or in his or her absence an existing member, of the nature and scope of the affairs of the Council, and of the part the new member will be expected to play in those affairs.

REFERENCE AND ADMINISTRATIVE DETAILS

Members of the Executive

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

J Butler
L Pain
D Cutler
D Alton (resigned 15 March 2025)
L C M Fernand
T Fernand
M Priestley
A Pain (appointed 29 April 2025)

None of the Executives has any beneficial interest in the company. All of the Executives are members of the company and guarantee to contribute £1 in the event of a winding up.

Membership of the Council

Members of the Council are those persons so entitled in accordance with the membership provisions of the charitable company's Articles of Association.

Organisation

The Executive is the charitable company's board of directors and Trustees and the sub-committee is its delegate. The Executive and sub-committee meet several times annually to discuss major issues of the charity.

Tenant contributions

Some tenants contribute to the administration of the residential accommodation and care; their service is recognised by way of a discounted rent.

Approved by order of the board of trustees on 11 August 2025 and signed on its behalf by:

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL (REGISTERED NUMBER: 00071778)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

A J Fernand - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

Independent examiner's report to the trustees of The Incorporated Bournemouth Free Church Council ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2025.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.

Andrew A Clark FCA
The Institute of Chartered Accountants in England and Wales

Carter & Coley
Chartered Accountants
3 Durrant Road
Bournemouth
Dorset
BH2 6NE

11 August 2025

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2025

		Unrestricted fund £	Restricted fund £	2025 Total funds £	2024 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies		127	-	127	113
Charitable activities	3				
Charitable activities		204,435	-	204,435	179,037
Investment income	2	17,568	-	17,568	15,904
Total		<u>222,130</u>	<u>-</u>	<u>222,130</u>	<u>195,054</u>
EXPENDITURE ON					
Charitable activities					
Charitable activities		<u>201,805</u>	<u>-</u>	<u>201,805</u>	<u>178,279</u>
NET INCOME		20,325	-	20,325	16,775
RECONCILIATION OF FUNDS					
Total funds brought forward		1,418,987	-	1,418,987	1,402,212
TOTAL FUNDS CARRIED FORWARD		<u><u>1,439,312</u></u>	<u><u>-</u></u>	<u><u>1,439,312</u></u>	<u><u>1,418,987</u></u>

The notes form part of these financial statements

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL (REGISTERED NUMBER: 00071778)**

**BALANCE SHEET
31 MARCH 2025**

	Notes	Unrestricted fund £	Restricted fund £	2025 Total funds £	2024 Total funds £
FIXED ASSETS					
Tangible assets	9	883,710	-	883,710	874,926
CURRENT ASSETS					
Debtors	10	9,067	-	9,067	6,722
Investments	11	440,070	-	440,070	485,823
Cash at bank		130,744	-	130,744	63,978
		<u>579,881</u>	<u>-</u>	<u>579,881</u>	<u>556,523</u>
CREDITORS					
Amounts falling due within one year	12	(24,279)	-	(24,279)	(12,462)
NET CURRENT ASSETS		<u>555,602</u>	<u>-</u>	<u>555,602</u>	<u>544,061</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,439,312</u>	<u>-</u>	<u>1,439,312</u>	<u>1,418,987</u>
NET ASSETS		<u>1,439,312</u>	<u>-</u>	<u>1,439,312</u>	<u>1,418,987</u>
FUNDS	13				
Unrestricted funds				<u>1,439,312</u>	<u>1,418,987</u>
TOTAL FUNDS				<u>1,439,312</u>	<u>1,418,987</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2025.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2025 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL (REGISTERED NUMBER: 00071778)**

**BALANCE SHEET - continued
31 MARCH 2025**

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

The financial statements were approved by the Board of Trustees and authorised for issue on 11 August 2025 and were signed on its behalf by:

A J Fernand - Trustee

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of paragraph 3.17(d);
- the requirements of paragraphs 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirement of paragraph 33.7.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

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 | - at varying rates on cost |
| Fixtures and fittings | - 10% on reducing balance |

Component Accounting

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Freehold housing properties are split between the structure and those major components which require periodic replacement. Replacement or restoration of such major components are capitalised and depreciated over the average estimated useful life of each component. Where components are replaced before the end of their useful economic lives an additional depreciation charge is made to reduce the net book value to nil before the asset and accumulated depreciation is written off.

The carrying value of property represents the last valuation undertaken in 2001 and under transitional provisions provided by previous accounting standards a policy not to make further revaluations was adopted. This valuation has been used as deemed cost on implementation of FRS 102, amended for the replacement of component parts. The Executive has undertaken an impairment review, and have concluded that the assets have not been impaired in the year.

Taxation

The charity is exempt from corporation 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.

2. INVESTMENT INCOME

	2025	2024
	£	£
Investment income	<u>17,568</u>	<u>15,904</u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

3. INCOME FROM CHARITABLE ACTIVITIES

Rental income		
	£	£
11 St Albans Avenue	152,416	135,209
3 Arcadia Avenue	21,131	18,864
5 Arcadia Avenue	24,227	19,373
General estate - guest room	1,030	-
General estate - garage	1,800	870
General estate - parking	720	720
General estate - laundry	3,111	2,781
	-----	-----
Total	204,435	179,037
	-----	-----

Rent receivable is stated gross of £5,040 (2024 - £5,225) discounts given to tenants who acted as house leaders in the year.

4. GRANTS PAYABLE

	2025	2024
	£	£
Charitable activities	59,340	60,200
	=====	=====

The total grants paid to institutions during the year was as follows:

	2025	2024
	£	£
Cherry Tree Nursery	4,000	4,000
Fernheath Play	-	5,000
Health Bus	15,000	-
Dorset Mind	4,000	4,000
Prama Life	-	3,000
Bournemouth Methodists	10,340	200
Bournemouth Foodbank	-	22,000
Pace	-	15,000
Maddies Miracle	-	2,000
Pathways	12,000	5,000
YMCA	5,000	-
Christchurch Baptist Church	4,000	-
MS Centre	5,000	-
	-----	-----
	59,340	60,200
	=====	=====

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

5. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2025	2024
	£	£
Depreciation - owned assets	26,668	24,108
Deficit on disposal of fixed assets	-	5,803
Independent Examiners fee	4,800	4,440
Under provision earlier years	-	2,200
	<u> </u>	<u> </u>

6. TRUSTEES' REMUNERATION AND BENEFITS

Executive remuneration.

Tony Fernand, Secretary, was paid an honorarium of £5,500 (2024: £3,600) in the year. Other than this, the charity has no payroll therefore no staff being paid more than £60,000.

Trustees' expenses

Expenses totalling £1,230 were reimbursed to 3 members of the Executive in the year (2024: £1,349 to 3 members of the Executive) for postage, stationery, phone, travel, repairs, renewals and computer costs.

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	113	-	113
Charitable activities			
Charitable activities	179,037	-	179,037
Investment income	15,904	-	15,904
Total	<u>195,054</u>	<u>-</u>	<u>195,054</u>
EXPENDITURE ON			
Charitable activities			
Charitable activities	<u>178,279</u>	<u>-</u>	<u>178,279</u>
NET INCOME	16,775	-	16,775

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	1,402,212	-	1,402,212
	_____	_____	_____
TOTAL FUNDS CARRIED FORWARD	<u>1,418,987</u>	<u>-</u>	<u>1,418,987</u>

8. SUPPORT COSTS

Support costs

	Support £	Governance £	2025 £	2024 £
General secretary honorarium	5,500	-	5,500	3,600
General secretary expenses	992	-	992	1,165
President expenses	75	-	75	75
Finance officer expenses	163	-	163	109
Liability insurance	-	817	817	605
Sundry	-	701	701	480
Legal and professional	-	-	-	60
Independent examiners fee	-	4,800	4,800	4,440
Total	6,730	6,318	13,048	10,534

All support and governance allocated to charitable activities.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

9. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2024	1,342,289	31,492	1,373,781
Additions	33,567	1,885	35,452
	<u>1,375,856</u>	<u>33,377</u>	<u>1,409,233</u>
At 31 March 2025			
DEPRECIATION			
At 1 April 2024	476,815	22,040	498,855
Charge for year	25,534	1,134	26,668
	<u>502,349</u>	<u>23,174</u>	<u>525,523</u>
At 31 March 2025			
NET BOOK VALUE			
At 31 March 2025	<u>873,507</u>	<u>10,203</u>	<u>883,710</u>
At 31 March 2024	<u>865,474</u>	<u>9,452</u>	<u>874,926</u>

The cost of freehold property includes an historic revaluation of £658,598 which was treated as deemed cost when FRS102 was adopted by the charity.

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Trade debtors	-	385
Prepayments and accrued income	9,067	6,337
	<u>9,067</u>	<u>6,722</u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

11. CURRENT ASSET INVESTMENTS

	2025	2024
	£	£
Unlisted investments	440,070	485,823

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Trade creditors	4,492	6,142
Accruals and deferred income	19,787	6,320
	24,279	12,462

13. MOVEMENT IN FUNDS

	At 1/4/24	Net movement in funds	At 31/3/25
	£	£	£
Unrestricted funds			
General fund	1,418,987	20,325	1,439,312
TOTAL FUNDS	1,418,987	20,325	1,439,312

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	222,130	(201,805)	20,325
TOTAL FUNDS	222,130	(201,805)	20,325

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/23 £	Net movement in funds £	At 31/3/24 £
Unrestricted funds			
General fund	1,402,212	16,775	1,418,987
TOTAL FUNDS	<u>1,402,212</u>	<u>16,775</u>	<u>1,418,987</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	195,054	(178,279)	16,775
TOTAL FUNDS	<u>195,054</u>	<u>(178,279)</u>	<u>16,775</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/4/23 £	Net movement in funds £	At 31/3/25 £
Unrestricted funds			
General fund	1,402,212	37,100	1,439,312
TOTAL FUNDS	<u>1,402,212</u>	<u>37,100</u>	<u>1,439,312</u>

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	417,184	(380,084)	37,100
TOTAL FUNDS	<u>417,184</u>	<u>(380,084)</u>	<u>37,100</u>

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2025.

INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

England & Wales - Charity number 209084

Accounts

REGISTERED COMPANY NUMBER: 00071778 (England and Wales)
REGISTERED CHARITY NUMBER: 209084

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024
FOR
THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

Carter & Coley
Chartered Accountants
3 Durrant Road
Bournemouth
Dorset
BH2 6NE

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

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THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2024

The Trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2024. 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 company is a charity, and exists to promote spiritual life, and moral and physical improvement in the district, and to provide residential accommodation where persons in need thereof may receive guidance and care.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake. The Trustees have had regard to the Charity Commissions guidance on public benefit. The Trustees confirm that the charitable company meets the criteria for public benefit in providing residential accommodation, care and guidance for needy persons. However, the charitable company is small and maximises its human resources by providing funds to further its objectives by facilitating work of many other organisations in need within the Bournemouth/Poole area in line with its Christian ethos. Consideration continues to be given by the Council to the identifying of charitable causes meriting support. The charity makes grants on strict adherence to its Memorandum and Articles of Association, these governing documents in turn set tight restrictions on the use of free reserves. The Memorandum and Articles of Association were updated on 15th February 2017.

FINANCIAL REVIEW

Financial position

Charitable grants made during the year totalled £60,200 (2023: £35,677), (note 5).

Overall there was a surplus of £16,775 (2023: £569) which included depreciation of fixed assets of £24,108 (2023 - £52,237)

A further £25,760 was expended on capitalised costs in the year (note 10).

Total reserves now stand at £1,418,987 (2023: £1,402,212) all of which is unrestricted. £874,926 (2023: £879,077) relates to the book value of fixed assets.

Free reserves, those funds not tied up in fixed assets or restricted funds, now stand at £544,061 (2023: £523,135).

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2024

FINANCIAL REVIEW

Reserves and investment policies

The expense of maintaining the three properties presently owned is considerable. Some is regular or recurring and some one-off or emergency. During the 2023/24 year, expenses include redecoration and refurbishment of bathrooms. There is a continuing need for substantial sums to be reserved for other repair purposes in the future.

Other than the freehold properties, the assets of the charitable company are regarded as fugitive monies. They are held a) for maintenance purposes, as mentioned above and b) for distribution to charitable projects. An appropriate policy is to retain funds on a short term risk free basis, with sufficient income to counter inflation. To that end, short term deposits and notice accounts are held with Lloyds, United Trust, Hampshire Trust and Shawbrook Banks and the Nationwide Building Society.

On 1 April 2024 rents were increased by 12.0% over those set in April 2022 (using an independent rent valuation commissioned in the year ended 31 March 2012 as a reference point). The next rent review will be implemented with effect from 1 April 2026.

ADVICE AND INFORMATION

Vacancies continued to occur during the year in the residential accommodation available for letting and these vacancies were filled as soon as possible under the circumstances. Care was given to the maintenance and safety of the buildings.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a company, limited by guarantee, as defined by the Companies Act 2006.

The charitable company is a company limited by guarantee, incorporated on 1 October 1901, and registered as a charity on 4 October 1951.

Charity constitution

The charitable company was established under a Memorandum of Association, which established the objects and powers of the charitable company, and is governed under its Articles of Association. Under those Articles, the members of the Executive are elected at the Annual General Meeting, and are subject to ratification at each annual general meeting.

On the advice of the charitable company's solicitors revised Articles of Association were adopted at an extraordinary meeting called for that purpose on 15th February 2017. These have been submitted to the Charity Commission and Companies House.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new Trustees

The Executive has considered the need for ensuring new members are fully aware of their responsibilities, both personal and collective, in the governance of the affairs of the Council. Every new member shall be supplied with a personal copy of the constitution (Memorandum and Articles of Association of the charitable company), together with printed information about the duties of a charitable Trustee (e.g. the Charity Commission's booklet "Responsibilities of Charity Trustees").

Furthermore, members of the sub committee shall ensure that, on a one to one basis, every new member shall be advised by the Secretary, or in his or her absence an existing member, of the nature and scope of the affairs of the Council, and of the part the new member will be expected to play in those affairs.

REFERENCE AND ADMINISTRATIVE DETAILS

Members of the Executive

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

J Butler
L Pain
A Goodwin (resigned 22/9/2023)
D Cutler
P Hoyle (resigned 22/9/2023)
D Alton
L C M Fernand
T Fernand (appointed 22/03/2024)
M Priestley

None of the Executives has any beneficial interest in the company. All of the Executives are members of the company and guarantee to contribute £1 in the event of a winding up.

Membership of the Council

Members of the Council are those persons so entitled in accordance with the membership provisions of the charitable company's Articles of Association.

Organisation

The Executive is the charitable company's board of directors and Trustees and the sub-committee is its delegate. The Executive and sub-committee meet several times annually to discuss major issues of the charity.

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2024**

Tenant contributions

Some tenants contribute to the administration of the residential accommodation and care; their service is recognised by way of a discounted rent.

Approved by order of the board of Trustees on 12 July 2024 and signed on its behalf by:

T Fernand - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

Independent examiner's report to the Trustees of The Incorporated Bournemouth Free Church Council ('the Company')

I report to the charity Trustees on my examination of the accounts of the Company for the year ended 31 March 2024.

Responsibilities and basis of report

As the charity's Trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.

Andrew A Clark FCA
The Institute of Chartered Accountants in England and Wales

Carter & Coley
Chartered Accountants
3 Durrant Road
Bournemouth
Dorset
BH2 6NE

12 July 2024

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2024

	Notes	Unrestricted fund £	Restricted fund £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Subscriptions and donations		113	-	113	40
Charitable activities	3				
Charitable activities		179,037	-	179,037	181,216
Investment income	2	15,904	-	15,904	6,799
Total		<u>195,054</u>	<u>-</u>	<u>195,054</u>	<u>188,055</u>
EXPENDITURE ON					
Charitable activities	4				
Charitable activities		<u>178,279</u>	<u>-</u>	<u>178,279</u>	<u>187,486</u>
NET INCOME		16,775	-	16,775	569
RECONCILIATION OF FUNDS					
Total funds brought forward		1,402,212	-	1,402,212	1,401,643
TOTAL FUNDS CARRIED FORWARD		<u>1,418,987</u>	<u>-</u>	<u>1,418,987</u>	<u>1,402,212</u>

The notes form part of these financial statements

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

BALANCE SHEET 31 MARCH 2024

	Notes	Unrestricted fund £	Restricted fund £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	10	874,926	-	874,926	879,077
CURRENT ASSETS					
Debtors	11	6,722	-	6,722	4,992
Investments	12	485,823	-	485,823	518,338
Cash at bank		63,978	-	63,978	8,690
		556,523	-	556,523	532,020
CREDITORS					
Amounts falling due within one year	13	(12,462)	-	(12,462)	(8,885)
NET CURRENT ASSETS		544,061	-	544,061	523,135
TOTAL ASSETS LESS CURRENT LIABILITIES		1,418,987	-	1,418,987	1,402,212
NET ASSETS		1,418,987	-	1,418,987	1,402,212
FUNDS	14				
Unrestricted funds				1,418,987	1,402,212
TOTAL FUNDS				1,418,987	1,402,212

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2024.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2024 in accordance with Section 476 of the Companies Act 2006.

The Trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

**BALANCE SHEET - continued
31 MARCH 2024**

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

The financial statements were approved by the board of Trustees and authorised for issue on 12 July 2024 and were signed on its behalf by:

T Fernand - Trustee

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of paragraph 3.17(d);
- the requirements of paragraphs 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirement of paragraph 33.7.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

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	- at varying rates on cost
Fixtures and fittings	- 10% on reducing balance

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2024

1. ACCOUNTING POLICIES

Component Accounting

Freehold housing properties are split between the structure and those major components which require periodic replacement. Replacement or restoration of such major components are capitalised and depreciated over the average estimated useful life of each component. Where components are replaced before the end of their useful economic lives an additional depreciation charge is made to reduce the net book value to nil before the asset and accumulated depreciation is written off.

The carrying value of property represents the last valuation undertaken in 2001 and under transitional provisions provided by previous accounting standards a policy not to make further revaluations was adopted. This valuation has been used as deemed cost on implementation of FRS 102, amended for the replacement of component parts. The Executive has undertaken an impairment review, and have concluded that the assets have not been impaired in the year.

Taxation

The charity is exempt from corporation 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.

2. INVESTMENT INCOME

	2024	2023
	£	£
Investment income	<u>15,904</u>	<u>6,799</u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2024

3. INCOME FROM CHARITABLE ACTIVITIES

Rental income

	£	£
11 St Albans Avenue	135,209	134,605
3 Arcadia Avenue	18,864	18,864
5 Arcadia Avenue	19,373	22,714
General estate - guest room	1,220	-
General estate - garage	870	1,200
General estate - parking	720	720
General estate - laundry	2,781	3,113
	-----	-----
Total	179,037	181,216
	-----	-----

Rent receivable is stated gross of £5,225 (2023 - £5,340) discounts given to tenants who acted as house leaders in the year.

4. CHARITABLE ACTIVITIES COSTS

	11 St Albans Avenue	3 Arcadia Avenue	5 Arcadia Avenue	General estate expenses	Charit- able Grants	Total	Total	
	2024	2024	2024	2024	2024	2024	2023	
	£	£	£	£	£	£	£	
Light, heat, rates and water	9,391	1,864	2,500	103	-	13,858	12,260	
Insurance	2,677	606	793	788	-	4,864	6,090	
Lift maintenance	1,068	-	-	-	-	1,068	1,248	
Repairs and maintenance	9,789	1,860	7,808	3,034	-	22,491	38,853	
Gardening	-	-	-	24,144	-	24,144	23,594	
Estate expenses	-	-	345	-	-	345	575	
Flat co-ordinator expenses	-	-	-	-	-	-	148	
House leaders rent discounts	4,433	300	492	-	-	5,225	5,340	
Legal and professional fees	-	-	-	2,875	-	2,875	120	
Bad debts	-	-	-	564	-	564	- 129	
Loss on components written off	611	-	5,192	-	-	5,803	-	
Depreciation	18,952	1,690	2,416	1,050	-	24,108	54,086	
	46,921	6,320	19,546	32,558	-	105,345	142,185	
Grant funding - note 5	-	-	-	-	60,200	60,200	35,677	
Share of support costs - note 9	-	-	-	4,949	-	4,949	5,350	
Share of governance costs - note 9	-	-	-	7,785	-	7,785	4,274	
	46,921	6,320	19,546	45,292	60,200	178,279	187,486	

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2024

5. GRANTS PAYABLE

	2024	2023
	£	£
Charitable activities	<u>60,200</u>	<u>35,677</u>

The total grants paid to institutions during the year was as follows:

	2024	2023
	£	£
Cherry Tree Nursery	4,000	4,000
Fernheath Play	5,000	-
Health Bus	-	6,850
Dorset Mind	4,000	-
Prama Life	3,000	3,000
Bournemouth Methodists	200	-
Bournemouth Foodbank	22,000	20,000
Pace	15,000	500
Maddies Miracle	2,000	-
Pathways	<u>5,000</u>	<u>-</u>
	<u>60,200</u>	<u>34,350</u>

The total grants paid to individuals during the year was as follows:

	2024	2023
	£	£
Tenant hardship	<u>-</u>	<u>1,327</u>

6. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2024	2023
	£	£
Depreciation - owned assets	24,108	52,237
Deficit on disposal of fixed assets	5,803	1,849
Independent Examiners fee	4,440	2,470
Independent Examiners fees under provision earlier years	<u>2,200</u>	<u>-</u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2024

7. TRUSTEES' REMUNERATION AND BENEFITS

Executive remuneration.

Tony Fernand, Secretary, was paid an honorarium of £3,600 (2023: £3,600) in the year. Other than this the charity has no payroll therefore no staff being paid more than £60,000.

Trustees' expenses

Expenses totalling £1,349 were reimbursed to 3 members of the Executive in the year (2023: £894 to 3 members of the Executive) for postage, stationery, phone, travel, repairs, renewals and computer costs.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	40	-	40
Charitable activities			
Charitable activities	181,216	-	181,216
Investment income	<u>6,799</u>	<u>-</u>	<u>6,799</u>
Total	<u>188,055</u>	<u>-</u>	<u>188,055</u>
EXPENDITURE ON			
Charitable activities			
Charitable activities	<u>186,159</u>	<u>1,327</u>	<u>187,486</u>
NET INCOME/(EXPENDITURE)	1,896	(1,327)	569
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>1,400,316</u>	<u>1,327</u>	<u>1,401,643</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>1,402,212</u></u>	<u><u>-</u></u>	<u><u>1,402,212</u></u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2024

9. SUPPORT COSTS

Support costs

	Support	Governance	2024	2023
	£	£	£	£
General secretary honorarium	3,600	-	3,600	3,600
General secretary expenses	1,165	-	1,165	772
President expenses	75	-	75	75
Finance officer expenses	109	-	109	47
Liability insurance	-	605	605	356
Sundry	-	480	480	500
Legal and professional	-	-	-	1,774
Certificate	-	60	60	-
Independent examiners fee	-	6,640	6,640	2,470
Total	4,949	7,785	12,734	9,624

All support and governance allocated to charitable activities.

10. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2023	1,330,465	29,530	1,359,995
Additions	23,798	1,962	25,760
Disposals	(11,974)	-	(11,974)
At 31 March 2024	1,342,289	31,492	1,373,781
DEPRECIATION			
At 1 April 2023	459,928	20,990	480,918
Charge for year	23,058	1,050	24,108
Eliminated on disposal	(6,171)	-	(6,171)
At 31 March 2024	476,815	22,040	498,855
NET BOOK VALUE			
At 31 March 2024	865,474	9,452	874,926
At 31 March 2023	870,537	8,540	879,077

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2024

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Trade debtors	385	755
Prepayments and accrued income	<u>6,337</u>	<u>4,237</u>
	<u>6,722</u>	<u>4,992</u>

12. CURRENT ASSET INVESTMENTS

	2024	2023
	£	£
Unlisted investments	<u>485,823</u>	<u>518,338</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Trade creditors	6,142	4,838
Accruals and deferred income	<u>6,320</u>	<u>4,047</u>
	<u>12,462</u>	<u>8,885</u>

14. MOVEMENT IN FUNDS

	At 1/4/23 £	Net movement in funds £	At 31/3/24 £
Unrestricted funds			
General fund	1,402,212	16,775	1,418,987
	<u>1,402,212</u>	<u>16,775</u>	<u>1,418,987</u>
TOTAL FUNDS	<u>1,402,212</u>	<u>16,775</u>	<u>1,418,987</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	195,054	(178,279)	16,775
	<u>195,054</u>	<u>(178,279)</u>	<u>16,775</u>
TOTAL FUNDS	<u>195,054</u>	<u>(178,279)</u>	<u>16,775</u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2024

14. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/22 £	Net movement in funds £	At 31/3/23 £
Unrestricted funds			
General fund	1,400,316	1,896	1,402,212
Restricted funds			
Tenant Hardship fund	1,327	(1,327)	-
TOTAL FUNDS	<u>1,401,643</u>	<u>569</u>	<u>1,402,212</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	188,055	(186,159)	1,896
Restricted funds			
Tenant Hardship fund	-	(1,327)	(1,327)
TOTAL FUNDS	<u>188,055</u>	<u>(187,486)</u>	<u>569</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/4/22 £	Net movement in funds £	At 31/3/24 £
Unrestricted funds			
General fund	1,400,316	18,671	1,418,987
Restricted funds			
Tenant Hardship fund	1,327	(1,327)	-
TOTAL FUNDS	<u>1,401,643</u>	<u>17,344</u>	<u>1,418,987</u>

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024**

14. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	383,109	(364,438)	18,671
Restricted funds			
Tenant Hardship fund	-	(1,327)	(1,327)
TOTAL FUNDS	<u>383,109</u>	<u>(365,765)</u>	<u>17,344</u>

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2024.

INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

England & Wales - Charity number 209084

Accounts

REGISTERED COMPANY NUMBER: 00071778 (England and Wales)
REGISTERED CHARITY NUMBER: 209084

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023
FOR
THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL

Carter & Coley
Chartered Accountants
3 Durrant Road
Bournemouth
Dorset
BH2 6NE

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

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THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL (REGISTERED NUMBER: 00071778)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2023. 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 company is a charity, and exists to promote spiritual life, and moral and physical improvement in the district, and to provide residential accommodation where persons in need thereof may receive guidance and care.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake. The Trustees have had regard to the Charity Commissions guidance on public benefit. The Trustees confirm that the charitable company meets the criteria for public benefit in providing residential accommodation, care and guidance for needy persons. However, the charitable company is small and maximises its human resources by providing funds to further its objectives by facilitating work of many other organisations in need within the Bournemouth/Poole area in line with its Christian ethos. Consideration continues to be given by the council to the identifying of charitable causes meriting support. The charity makes grants on strict adherence to its Memorandum and Articles of Association, these governing documents in turn set tight restrictions on the use of free reserves. The Memorandum and Articles of Association were updated on 15th February 2017.

FINANCIAL REVIEW

Financial position

Charitable grants made during the year totalled £35,677 (2022: £43,840), (note 8).

Overall there was a surplus of £569 (2022: deficit £49,386) which included depreciation of fixed assets of £54,086.

Total reserves now stand at £1,402,212 (2022: 1,401,643) of which £nil (2022: £1,327) is restricted and £879,077 (2022: £872,633) relates to the book value of fixed assets. Free reserves, those funds not tied up in fixed assets or restricted funds now stand at £523,135 (2022: £527,683).

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL (REGISTERED NUMBER: 00071778)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

FINANCIAL REVIEW

Reserves and investment policies

The expense of maintaining the three properties presently owned is considerable. Some is regular or recurring and some one-off or emergency. During the 2022/23 year, expense on the latter has included redecoration and refurbishment of more bathrooms. Further substantial expense was incurred on renovation of pathways and groundworks at 11, St Albans. There is a continuing need for substantial sums to be reserved for other repair purposes in the future.

Other than the freehold properties, the assets of the charitable company are regarded as fugitive monies. They are held a) for maintenance purposes, as mentioned above and b) for distribution to charitable projects. An appropriate policy is to retain funds on a short term risk free basis, with sufficient income to counter inflation. To that end, short term deposits and notice accounts are held with Lloyds, United Trust, Hampshire Trust and Shawbrook Banks and the Nationwide Building Society.

On 1 April 2022 rents were increased by 4.7% over those set in April 2020 (using an independent rent valuation commissioned in the year ended 31 March 2012 as a reference point). The next rent review will be implemented with effect from 1 April 2024.

ADVICE AND INFORMATION

Vacancies continued to occur during the year in the residential accommodation available for letting and these vacancies were filled as soon as possible under the circumstances. Care was given to the maintenance and safety of the buildings.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The charitable company is a company limited by guarantee, incorporated on 1 October 1901, and registered as a charity on 4 October 1951.

Charity constitution

The charitable company was established under a Memorandum of Association, which established the objects and powers of the charitable company, and is governed under its Articles of Association. Under those Articles, the members of the Executive are elected at the Annual General Meeting, and are subject to ratification at each annual general meeting.

On the advice of the charitable company's solicitors revised Articles of Association were adopted at an extraordinary meeting called for that purpose on 15th February 2017. These have been submitted to the Charity Commission and Companies House.

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL (REGISTERED NUMBER: 00071778)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

The Executive has considered the need for ensuring new members are fully aware of their responsibilities, both personal and collective, in the governance of the affairs of the council. Every new member shall be supplied with a personal copy of the constitution (Memorandum and Articles of Association of the charitable company), together with printed information about the duties of a charitable trustee (e.g. the Charity Commission's booklet "Responsibilities of Charity Trustees").

Furthermore, members of the sub committee shall ensure that, on a one to one basis, every new member shall be advised by the Secretary, or in his or her absence an existing member, of the nature and scope of the affairs of the Council, and of the part the new member will be expected to play in those affairs.

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees

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

Mrs J Butler
Mrs L Pain
A Goodwin
D Cutler
P Hoyle (resigned 31/1/2023)
D Alton
L C M Fernand
T Fernand
M Priestley (appointed 18/11/2022)

None of the Trustees have any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Membership of the Council

Members of the Council are those persons so entitled in accordance with the membership provisions of the charitable company's Articles of Association.

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL (REGISTERED NUMBER: 00071778)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

Organisation

The Executive is the charitable company's board of directors and trustees and the sub-committee is its delegate. The Executive and sub-committee meet several times annually to discuss major issues of the charity.

Tenant contributions

Some tenants contribute to the administration of the residential accommodation and care; their service is recognised by way of a discounted rent.

Approved by order of the board of trustees on 22 September 2023 and signed on its behalf by:

T Fernand - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

Independent examiner's report to the trustees of The Incorporated Bournemouth Free Church Council ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2023.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.

Andrew A Clark FCA
The Institute of Chartered Accountants in England and Wales

Carter & Coley
Chartered Accountants
3 Durrant Road
Bournemouth
Dorset
BH2 6NE

Date: 22nd September 2023

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		40	-	40	40
Charitable activities	3				
Charitable activities		181,216	-	181,216	174,476
Investment income	2	6,799	-	6,799	2,692
Total		<u>188,055</u>	<u>-</u>	<u>188,055</u>	<u>177,208</u>
EXPENDITURE ON					
Charitable activities	4				
Charitable activities		<u>186,159</u>	<u>1,327</u>	<u>187,486</u>	<u>226,594</u>
NET INCOME/(EXPENDITURE)		1,896	(1,327)	569	(49,386)
RECONCILIATION OF FUNDS					
Total funds brought forward		1,400,316	1,327	1,401,643	1,451,029
TOTAL FUNDS CARRIED FORWARD		<u>1,402,212</u>	<u>-</u>	<u>1,402,212</u>	<u>1,401,643</u>

The notes form part of these financial statements

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL (REGISTERED NUMBER: 00071778)**

**BALANCE SHEET
31 MARCH 2023**

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	10	879,077	-	879,077	872,633
CURRENT ASSETS					
Debtors	11	4,992	-	4,992	3,446
Investments	12	518,338	-	518,338	530,009
Cash at bank		8,690	-	8,690	9,002
		532,020	-	532,020	542,457
CREDITORS					
Amounts falling due within one year	13	(8,885)	-	(8,885)	(13,447)
NET CURRENT ASSETS		523,135	-	523,135	529,010
TOTAL ASSETS LESS CURRENT LIABILITIES		1,402,212	-	1,402,212	1,401,643
NET ASSETS		1,402,212	-	1,402,212	1,401,643
FUNDS	14				
Unrestricted funds				1,402,212	1,400,316
Restricted funds				-	1,327
TOTAL FUNDS				1,402,212	1,401,643

The notes form part of these financial statements

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL (REGISTERED NUMBER: 00071778)**

**BALANCE SHEET - continued
31 MARCH 2023**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 22 September 2023 and were signed on its behalf by:

T Fernand - Trustee

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of paragraph 3.17(d);
- the requirements of paragraphs 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirement of paragraph 33.7.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

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 | - at varying rates on cost |
| Fixtures and fittings | - 10% on reducing balance |

Component Accounting

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Freehold housing properties are split between the structure and those major components which require periodic replacement. Replacement or restoration of such major components are capitalised and depreciated over the average estimated useful life of each component. Where components are replaced before the end of their useful economic lives an additional depreciation charge is made to reduce the net book value to nil before the asset and accumulated depreciation is written off.

The carrying value of property represents the last valuation undertaken in 2001 and under transitional provisions provided by previous accounting standards a policy not to make further revaluations was adopted. This valuation has been used as deemed cost on implementation of FRS 102, amended for the replacement of component parts. The Executive has undertaken an impairment review, and have concluded that the assets have not been impaired in the year.

Taxation

The charity is exempt from corporation 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.

2. INVESTMENT INCOME

	2023	2022
	£	£
Investment income	<u>6,799</u>	<u>2,692</u>

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

3. INCOME FROM CHARITABLE ACTIVITIES

Rental income	
	£
11 St Albans Avenue	134,605
3 Arcadia Avenue	18,864
5 Arcadia Avenue	22,714
General estate - garage	1,200
General estate - parking	720
General estate - laundry	3,113

Total	181,216

Total 2022	<u>174,476</u>

Rent receivable is stated gross of £5,340 (2022 - £4,350) discounts given to tenants who acted as house leaders in the year.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

4. CHARITABLE ACTIVITIES COSTS

	11 St Albans Avenue	3 Arcadia Avenue	5 Arcadia Avenue	General estate expenses	Charitable Grants	Total	Total
	2023	2023	2023	2023	2023	2023	2022
	£	£	£	£	£	£	£
Light, heat, rates and water	9,230	1,880	1,038	112		12,260	13,644
Insurance	3,380	391	518	1,801		6,090	5,695
Lift maintenance	1,248	-	-	-		1,248	1,457
Repairs and maintenance	33,780	1,463	2,200	1,410		38,853	51,405
Gardening	-	-	-	23,594		23,594	18,310
Estate expenses	-	-	-	575		575	47,345
Flat co-ordinator expenses	-	-	-	148		148	63
House leaders rent discounts	4,320	300	720	-		5,340	4,325
Legal and professional fees	-	-	-	120		120	1,440
Bad debts	-	-	-	- 129		- 129	- 379
Depreciation	38,802	7,551	6,780	953		54,086	28,728
	90,760	11,585	11,256	28,584	-	142,185	172,033
Grant funding - note 5	-	-	-		35,677	35,677	43,840
Share of support costs - note 9	-	-	-	5,350		5,350	5,101
Share of governance costs - note 9	-	-	-	4,274		4,274	5,620
	90,760	11,585	11,256	38,208	35,677	187,486	226,594

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

5. GRANTS PAYABLE

	2023	2022
	£	£
Charitable activities	<u>35,677</u>	<u>43,840</u>

The total grants paid to institutions during the year was as follows:

	2023	2022
	£	£
Cherry Tree Nursery	4,000	4,000
Faithworks	-	10,000
Fernheath Play	-	8,000
Health Bus	6,850	6,520
Mind Pokesdown Club Group	-	8,320
Prama Life	3,000	3,000
Bournemouth Methodists	-	4,000
Bournemouth Foodbank	20,000	-
Pace	<u>500</u>	<u>-</u>
	<u>34,350</u>	<u>43,840</u>

The total grants paid to individuals during the year was as follows:

	2023	2022
	£	£
Tenant hardship	<u>1,327</u>	<u>-</u>

6. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation - owned assets	52,237	28,728
Deficit on disposal of fixed assets	1,849	-
Independent Examiners fee	2,470	-
Audit fee	<u>-</u>	<u>5,500</u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

7. TRUSTEES' REMUNERATION AND BENEFITS

Executive remuneration.

Tony Fernand, Secretary, was paid an honorarium of £3,600 (2022: £3,600) in the year. Other than this the charity has no payroll therefore no staff being paid more than £60,000.

Trustees' expenses

Expenses totalling £894 were reimbursed to 3 members of the Trustees in the year (2022: £1,112 to 3 members) for postage, stationery, phone, travel, repairs, renewals and computer costs.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	40	-	40
Charitable activities			
Charitable activities	174,476	-	174,476
Investment income	<u>2,692</u>	<u>-</u>	<u>2,692</u>
Total	<u>177,208</u>	<u>-</u>	<u>177,208</u>
EXPENDITURE ON			
Charitable activities			
Charitable activities	<u>226,594</u>	<u>-</u>	<u>226,594</u>
NET INCOME/(EXPENDITURE)	(49,386)	-	(49,386)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>1,449,702</u>	<u>1,327</u>	<u>1,451,029</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>1,400,316</u></u>	<u><u>1,327</u></u>	<u><u>1,401,643</u></u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

9. SUPPORT COSTS

Support costs

	Support £	Governance £	2023 £	2022 £
General secretary honorarium	3,600	-	3,600	3,600
General secretary expenses	772	-	772	741
President expenses	75	-	75	75
Finance officer expenses	47	-	47	-
Liability insurance	356	-	356	335
Sundry	500	-	500	350
Legal and professional	-	1,774	1,774	-
Audit fee	-	-	-	5,500
Audit certificate	-	-	-	120
Independent examiners fee	-	2,470	2,470	-
	-----	-----	-----	-----
Total	5,350	4,274	9,624	10,721
	-----	-----	-----	-----

All support and governance allocated to charitable activities.

10. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2022	1,278,477	29,568	1,308,045
Additions	60,568	-	60,568
Disposals	(8,580)	(38)	(8,618)
	-----	-----	-----
At 31 March 2023	1,330,465	29,530	1,359,995
	-----	-----	-----
DEPRECIATION			
At 1 April 2022	415,375	20,037	435,412
Charge for year	51,284	953	52,237
Eliminated on disposal	(6,731)	-	(6,731)
	-----	-----	-----
At 31 March 2023	459,928	20,990	480,918
	-----	-----	-----
NET BOOK VALUE			
At 31 March 2023	870,537	8,540	879,077
	=====	=====	=====
At 31 March 2022	863,102	9,531	872,633
	=====	=====	=====

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade debtors	755	281
Prepayments and accrued income	<u>4,237</u>	<u>3,165</u>
	<u><u>4,992</u></u>	<u><u>3,446</u></u>

12. CURRENT ASSET INVESTMENTS

	2023	2022
	£	£
Unlisted investments	<u><u>518,338</u></u>	<u><u>530,009</u></u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade creditors	4,838	3,572
Accruals and deferred income	<u>4,047</u>	<u>9,875</u>
	<u><u>8,885</u></u>	<u><u>13,447</u></u>

14. MOVEMENT IN FUNDS

	At 1/4/22	Net movement in funds	At 31/3/23
	£	£	£
Unrestricted funds			
General fund	1,400,316	1,896	1,402,212
Restricted funds			
Tenant Hardship fund	1,327	(1,327)	-
	<u>1,401,643</u>	<u>569</u>	<u>1,402,212</u>
TOTAL FUNDS	<u><u>1,401,643</u></u>	<u><u>569</u></u>	<u><u>1,402,212</u></u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

14. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	188,055	(186,159)	1,896
Restricted funds			
Tenant Hardship fund	-	(1,327)	(1,327)
TOTAL FUNDS	<u>188,055</u>	<u>(187,486)</u>	<u>569</u>

Comparatives for movement in funds

	At 1/4/21 £	Net movement in funds £	At 31/3/22 £
Unrestricted funds			
General fund	1,449,702	(49,386)	1,400,316
Restricted funds			
Tenant Hardship fund	1,327	-	1,327
TOTAL FUNDS	<u>1,451,029</u>	<u>(49,386)</u>	<u>1,401,643</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	177,208	(226,594)	(49,386)
TOTAL FUNDS	<u>177,208</u>	<u>(226,594)</u>	<u>(49,386)</u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

14. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/4/21 £	Net movement in funds £	At 31/3/23 £
Unrestricted funds			
General fund	1,449,702	(47,490)	1,402,212
Restricted funds			
Tenant Hardship fund	1,327	(1,327)	-
TOTAL FUNDS	<u>1,451,029</u>	<u>(48,817)</u>	<u>1,402,212</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	365,263	(412,753)	(47,490)
Restricted funds			
Tenant Hardship fund	-	(1,327)	(1,327)
TOTAL FUNDS	<u>365,263</u>	<u>(414,080)</u>	<u>(48,817)</u>

**THE INCORPORATED BOURNEMOUTH FREE CHURCH
COUNCIL**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2023.

Accounts

Charity Registration No. 209084

Company Registration No. 00071778 (England and Wales)

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

tc accounts • tax • legal • financial planning

10 Bridge Street
Christchurch
Dorset
BH23 1EF

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

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THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

LEGAL AND ADMINISTRATIVE INFORMATION

Executives	J Butler L Pain A Goodwin D Cutler P Hoyle D Alton L C M Fernand T Fernand
Secretary	T Fernand
Charity number	209084
Company number	00071778
Principal address	3 Stourcliffe Avenue Southbourne Bournemouth Dorset BH6 3PT
Registered office	3 Stourcliffe Avenue Southbourne Bournemouth Dorset BH6 3PT
Auditor	TC Group 10 Bridge Street Christchurch Dorset BH23 1EF

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

EXECUTIVES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The Executives present their report and financial statements for the year ended 31 March 2022.

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 charitable company'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)" (as amended for accounting periods commencing from 1 January 2016).

Objectives and activities

The company is a charity, and exists to promote spiritual life, and moral and physical improvement in the district, and to provide residential accommodation where persons in need thereof may receive guidance and care.

The Executives have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake. The Executive have had regard to the Charity Commissions guidance on public benefit. The Executive confirm that the charitable company meets the criteria for public benefit in providing residential accommodation, care and guidance for needy persons. However, the charitable company is small and maximises its human resources by providing funds to further its objectives by facilitating work of many other organisations in need within the Bournemouth/Poole area in line with its Christian ethos. Consideration continues to be given by the council to the identifying of charitable causes meriting support. The charity makes grants on strict adherence to its Memorandum and Articles of Association, these governing documents in turn set tight restrictions on the use of free reserves. The Memorandum and Articles of Association were updated on 15th February 2017.

Achievements and performance

The net incoming resources for the year, relating to the provision of residential accommodation, but excluding governance costs, totalled £2,443 (2021: £75,552), see note 4 and 7.

Charitable grants made during the year totalled £43,840 (2021: £71,900), (note 8). In 2021 due to the University Chaplaincy ceasing in the year we were refunded £9,960 of unexpended grants given previously.

Overall there was a deficit of £49,386 (2021: surplus £7,495) which included depreciation of fixed assets of £28,728. A further £20,259 was expended on capitalised costs in the year (note 13).

Total reserves now stand at £1,401,643 (2021: £1,451,029) of which £1,327 (2021: £1,327) is restricted and £872,633 (2021: £881,102) relates to the book value of fixed assets. Free reserves, those funds not tied up in fixed assets or restricted funds now stand at £527,683 (2021: £568,600).

Advice and Information

Vacancies continued to occur during the year in the residential accommodation available for letting and these vacancies were filled as soon as possible under the circumstances. Care was given to the maintenance and safety of the buildings.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

EXECUTIVES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Financial review

Reserves & investment policies

The expense of maintaining the three properties presently owned is considerable. Some is regular or recurring and some one off or emergency. During the 2021/22 year, expense on the latter has included redecoration, refurbishment of more bathrooms and testing and remedial work required to secure the certification of electrical installations to comply with recent legislation. Further substantial expense was incurred on repairing damage to the roadway, fences and garden caused by renewed badger infestation. There is a continuing need for substantial sums to be reserved for other repair purposes in the future.

Other than the freehold properties, the assets of the charitable company are regarded as fugitive monies. They are held a) for maintenance purposes, as mentioned above and b) for distribution to charitable projects. An appropriate policy is to retain funds on a short term risk free basis, with sufficient income to counter inflation. To that end, short term deposits and notice accounts are held with Lloyds, United Trust, Hampshire Trust and Shawbrook Banks and the Nationwide Building Society.

On 1 April 2020 rents were increased by 5.7% over those set in April 2018 (using an independent rent valuation commissioned in the year ended 31 March 2012 as a reference point). On 1 April 2022 rents were increased by 4.7% over those set in April 2020 on the same basis. The next rent review will be implemented with effect from 1 April 2024.

Risk management

The major risk associated with the Incorporated Bournemouth Free Church Council relates to the freehold properties. Our insurers advise us on the level of cover. That cover relates not only to the buildings themselves but also to landlords' liabilities to the tenants in the event of destruction of the properties. Any other risks arising from time to time are considered and dealt with through the meetings of the sub-committee of the Executive.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

EXECUTIVES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Structure, governance and management

The charitable company is a company limited by guarantee, incorporated on 1 October 1901, and registered as a charity on 4 October 1951.

The charitable company was established under a Memorandum of Association, which established the objects and powers of the charitable company, and is governed under its Articles of Association. Under those Articles, the members of the Executive are elected at the Annual General Meeting, and are subject to ratification at each annual general meeting.

On the advice of the charitable company's solicitors revised Articles of Association were adopted at an extraordinary meeting called for that purpose on 15th February 2017. These have been submitted to the Charity Commission and Companies House.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

EXECUTIVES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Members of the Executive

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

A Burns	(Resigned 19 November 2021)
J Butler	
P Ackerman	(Resigned 18 March 2022)
L Pain	
A Goodwin	
D Cutler	
M Forster	(Resigned 18 March 2022)
P Hoyle	
D Alton	
L C M Fernand	
T Fernand	

None of the Executives has any beneficial interest in the company. All of the Executives are members of the company and guarantee to contribute £1 in the event of a winding up.

Membership of the Council

Members of the Council are those persons so entitled in accordance with the membership provisions of the charitable company's Articles of Association.

Organisation

The Executive is the charitable company's board of directors and trustees and the sub-committee is its delegate. The Executive and sub-committee meet several times annually to discuss major issues of the charity.

Tenant contributions

Some tenants contribute to the administration of the residential accommodation and care; their service is recognised by way of a discounted rent, see note 4.

Training and induction of the Executive

The Executive has considered the need for ensuring new members are fully aware of their responsibilities, both personal and collective, in the governance of the affairs of the council. Every new member shall be supplied with a personal copy of the constitution (Memorandum and Articles of Association of the charitable company), together with printed information about the duties of a charitable trustee (e.g. the Charity Commission's booklet "Responsibilities of Charity Trustees").

Furthermore, members of the sub committee shall ensure that, on a one to one basis, every new member shall be advised by the General Secretary, or in his or her absence an existing member, of the nature and scope of the affairs of the Council, and of the part the new member will be expected to play in those affairs.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

EXECUTIVES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Statement of Executives' responsibilities

The Executives, who are also the directors of The Incorporated Bournemouth Free Church Council for the purpose of company law, are responsible for preparing the Executives' 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 Executives to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company 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 Executives 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Executives are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

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

Disclosure of information to auditor

Each of the Executives has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

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

T Fernand

Trustee

Dated: 18 November 2022

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

Opinion

We have audited the financial statements of The Incorporated Bournemouth Free Church Council (the 'charitable company') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet and the 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, including Financial Reporting Standard 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 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 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 charitable company 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 executives' 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 charitable company'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 executives 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 executives annual report, other than the financial statements and our auditor's report thereon. The executives are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the Executives' Report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the Executives' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the Executives' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Executives were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Executives' report and from the requirement to prepare a strategic report.

Responsibilities of Executives

As explained more fully in the statement of Executives' responsibilities, the Executives, who are also the directors of the charitable company 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 Executives 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 Executives are responsible for assessing the charitable company'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 Executives either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

Auditor's responsibilities for the audit of the financial statements

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

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

The objectives of our audit, in respect to fraud, are: to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses; and to respond appropriately to fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and its management.

Our approach was as follows:

- 1) We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, and through discussion with the executives and other management (as required by auditing standards), and discussed with the executives and other management, the policies and procedures regarding compliance with laws and regulations;
- 2) We focused on specific laws and regulations which we consider may have a direct material effect on the financial statements or the operations of the charitable company, including the Companies Act 2006, the legal and regulatory frameworks directly applicable to the financial statements reporting framework (FRS 102), Charity SORP, taxation legislation, data protection, anti-bribery, employment, health and safety legislation, and any other specific compliance measures.
- 3) We assessed the extent of compliance with the laws and regulations identified above through making enquires of management and inspecting legal correspondence.
- 4) Identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.
- 5) We considered the procedures and controls that the charitable company has established to address risks identified, or that otherwise prevent, deter and detect fraud; and how senior management monitors those procedures and controls.

To address the risk of fraud through management bias and override of controls, we;

- a) performed analytical procedures to identify any unusual or unexpected relationships
- b) tested journal entries to identify unusual transactions
- c) assessed whether judgement and assumptions made in determining the accounting estimates set out in financial statements were indicative of potential bias
- d) investigated the rationale behind significant or unusual transactions

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

In response to the risk of irregularities and non-compliance with laws and regulations, we designed proceeds which included, but were not limited to;

- a) agreeing financial statement disclosure to underlying supporting documentation
- b) reading the minutes of meetings of those charged with governance
- c) enquiring of management as to actual and potential litigation and claims
- d) reviewing correspondence with HMRC, relevant regulator and the company's legal advisors as considered necessary.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Lucy Filer FCA (Senior Statutory Auditor)
for and on behalf of TC Group

Statutory Auditor
Office: Christchurch

20 December 2022

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Total 2021 £
	Notes				
<u>Income and endowments from:</u>					
Donations and legacies	3	40	-	40	-
Charitable activities	4	174,476	-	174,476	175,582
Investments	5	2,692	-	2,692	4,322
Other income	6	-	-	-	9,960
Total income		<u>177,208</u>	<u>-</u>	<u>177,208</u>	<u>189,864</u>
<u>Expenditure on:</u>					
Charitable activities	7	<u>226,594</u>	<u>-</u>	<u>226,594</u>	<u>182,369</u>
Net (expenditure)/income for the year/ Net movement in funds		(49,386)	-	(49,386)	7,495
Fund balances at 1 April 2021		<u>1,449,702</u>	<u>1,327</u>	<u>1,451,029</u>	<u>1,443,534</u>
Fund balances at 31 March 2022		<u><u>1,400,316</u></u>	<u><u>1,327</u></u>	<u><u>1,401,643</u></u>	<u><u>1,451,029</u></u>

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.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	13		872,633		881,102
Current assets					
Debtors	14	3,446		4,144	
Investments	15	530,009		561,112	
Cash at bank and in hand		9,002		15,661	
		542,457		580,917	
Creditors: amounts falling due within one year	16	(13,447)		(10,990)	
Net current assets			529,010		569,927
Total assets less current liabilities			1,401,643		1,451,029
Income funds					
Restricted funds	17		1,327		1,327
<u>Unrestricted funds</u>					
Designated funds:					
Fair value reserve		658,598		658,598	
	18	658,598		658,598	
General unrestricted funds		741,718		791,104	
			1,400,316		1,449,702
			1,401,643		1,451,029

The financial statements were approved by the Executives on 18 November 2022

D Alton
Trustee

Company Registration No. 00071778

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

The Incorporated Bournemouth Free Church Council is a private company limited by guarantee incorporated in England and Wales. The registered office is 3 Stourcliffe Avenue, Southbourne, Bournemouth, Dorset, BH6 3PT.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company'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)" (as amended for accounting periods commencing from 1 January 2016). The charitable company is a Public Benefit Entity as defined by FRS 102.

The charitable company has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest pound.

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 Executives have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus the Executives 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 Executives in furtherance of their charitable objectives unless the funds have been designated for other purposes.

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.

1.4 Incoming resources

Income is recognised when the charitable company 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 charitable company 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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Resources expended

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. Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance etc which supports the charity's activities. All support costs are deemed to relate to the Provision of Residential Accommodation charitable activity, any costs related to other income methods are deemed to be immaterial. Governance cost are those support costs incurred to meet the statutory and constitutional requirements of the charitable company.

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 land and buildings	at varying rates on cost
Fixtures and fittings	10% reducing balance

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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Component Accounting

Freehold housing properties are split between the structure and those major components which require periodic replacement. Replacement or restoration of such major components are capitalised and depreciated over the average estimated useful life of each component. Where components are replaced before the end of their useful economic lives an additional depreciation charge is made to reduce the net book value to nil before the asset and accumulated depreciation is written off.

The carrying value of property represents the last valuation undertaken in 2001 and under transitional provisions provided by previous accounting standards a policy not to make further revaluations was adopted. This valuation has been used as deemed cost on implementation of FRS 102, amended for the replacement of component parts. The Executive has undertaken an impairment review, and have concluded that the assets have not been impaired in the year.

1.7 Impairment of fixed assets

At each reporting end date, the charitable company 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).

1.8 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.

Current asset investments

Short term highly liquid investments with a variety of maturities not exceeding one year from the date of acquisition or opening of the deposit or similar account.

1.9 Financial instruments

The charitable company 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 charitable company's balance sheet when the charitable company 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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

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 charitable company's contractual obligations expire or are discharged or cancelled.

1.10 Taxation

The charitable company is exempt from corporation tax on its charitable activities.

2 Critical accounting estimates and judgements

In the application of the charitable company's accounting policies, the Executives 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.

The annual depreciation charge is considered with reference to the estimated useful economic lives and residual value of the assets. The useful economic lives and residual values are re-assessed annually.

There were no other key sources of estimation uncertainty or judgements.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

3 Donations and legacies

	Unrestricted funds	Total
	2022 £	2021 £
Donations	40	-
	<u> </u>	<u> </u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

4 Charitable activities

	11 St Albans Avenue 2022 £	3 Arcadia Avenue 2022 £	5 Arcadia Avenue 2022 £	General estate - Garage 2022 £	General estate - Parking 2022 £	General estate - Laundry 2022 £	Total 2022 £	Total 2021 £
Charitable rental income	129,111	18,660	21,760	1,200	720	3,025	174,476	175,582

Rents receivable is stated gross of £4,350 (2021: £4,200) discounts given to tenants who acted as house leaders in the year.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

5 Investments

	Unrestricted funds	Total
	2022 £	2021 £
Interest receivable	2,692	4,322
	=====	=====

6 Other income

	Unrestricted funds	Total
	2022 £	2021 £
Refunded charitable grants	-	9,960
	=====	=====

In the prior year this related to grant funding made to Bournemouth University Chaplaincy over the previous two years. The post of University Chaplain ceased and therefore the unexpended grant income was returned.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

7	Charitable activities	11 St Albans Avenue 2022 £	3 Arcadia Avenue 2022 £	5 Arcadia Avenue 2022 £	General estate expenses 2022 £	Charitable Grants 2022 £	Total 2022 £	Total 2021 £
	Light, heat, rates & water	9,047	2,172	2,335	90	-	13,644	12,653
	Insurance	3,098	358	475	1,764	-	5,695	5,554
	Lift maintenance	1,457	-	-	-	-	1,457	1,417
	Repairs & maintenance	39,120	3,879	5,971	2,435	-	51,405	21,249
	Gardening	-	-	-	18,310	-	18,310	14,369
	Estate expenses	-	-	-	47,345	-	47,345	5,643
	Flat co-ordinator expenses	-	-	-	63	-	63	95
	House leaders rent discounts	3,600	300	425	-	-	4,325	4,200
	Legal and professional fees	-	-	-	1,440	-	1,440	-
	Provision for bad debts	-	-	-	(379)	-	(379)	92
	Depreciation of freehold property	22,907	2,819	1,943	1,059	-	28,728	34,758
	Grant funding of activities (see note 8)	79,229	9,528	11,149	72,127	-	172,033	100,030
	Share of support costs (see note 9)	-	-	-	-	43,840	43,840	71,900
	Share of governance costs (see note 9)	-	-	-	5,101	-	5,101	4,979
		-	-	-	5,620	-	5,620	5,460
		79,229	9,528	11,149	82,848	43,840	226,594	182,369

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

8 Grants payable

	Charitable Grants 2022 £	Charitable Grants 2021 £
Grants to institutions:		
Bournemouth Foodbank	-	15,000
Bournemouth University Chaplaincy	-	3,500
Cherry Tree Nursery	4,000	4,000
Faithworks	10,000	10,000
Fernheath Play	8,000	6,000
Health Bus	6,520	6,250
Hope FM	-	11,000
Immanuel Church Community Cinema	-	6,400
Mind Pokesdown Club Group	8,320	7,750
NOW (Bournemouth Nightclub Chaplaincy)	-	2,000
Prima Life	3,000	-
Bournemouth Methodists	4,000	-
	43,840	71,900

-

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

9 Support costs

	Support costs	Governance costs	2022	2021
	£	£	£	£
General secretary honorarium	3,600	-	3,600	3,600
General secretary expenses	741	-	741	493
President expenses	75	-	75	75
Finance Officer expenses	-	-	-	142
Liability insurance	335	-	335	369
Sundry	350	-	350	300
Audit fees	-	5,500	5,500	5,400
Audit certificate fees	-	120	120	60
	<u>5,101</u>	<u>5,620</u>	<u>10,721</u>	<u>10,439</u>
Analysed between				
Charitable activities	<u>5,101</u>	<u>5,620</u>	<u>10,721</u>	<u>10,439</u>

10 Net movement in funds

	2022	2021
	£	£
Net movement in funds is stated after charging/(crediting)		
Fees payable to the company's auditor for the audit of the company's financial statements	5,500	5,400
Depreciation of owned tangible fixed assets	<u>28,728</u>	<u>34,758</u>

11 Executives

Executive remuneration

Tony Fernand, General Secretary, was paid an honorarium of £3,600 (2021: £3,600) in the year.

Other than this the charity has no payroll therefore no staff being paid more than £60,000.

Trustees' expenses

Expenses totaling £1,112 were reimbursed to 3 members of the Executive in the year (2021: £1,529 to 3 members of the Executive) for postage, stationery, phone, travel, repairs, renewals and computer costs.

12 Employees

There were no employees during the year.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

13 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 April 2021	1,267,817	29,072	1,296,889
Additions	19,763	496	20,259
Disposals	(9,103)	-	(9,103)
At 31 March 2022	1,278,477	29,568	1,308,045
Depreciation and impairment			
At 1 April 2021	396,809	18,978	415,787
Depreciation charged in the year	27,669	1,059	28,728
Eliminated in respect of disposals	(9,103)	-	(9,103)
At 31 March 2022	415,375	20,037	435,412
Carrying amount			
At 31 March 2022	863,102	9,531	872,633
At 31 March 2021	871,008	10,094	881,102

14 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	281	734
Prepayments and accrued income	3,165	3,410
	3,446	4,144

15 Current asset investments

	2022	2021
	£	£
Unlisted investments	530,009	561,112

Current asset investments relate to cash held in several fixed term deposit and notice accounts all of which are of less than one year duration.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

16 Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	3,572	3,924
Accruals and deferred income	9,875	7,066
	<u>13,447</u>	<u>10,990</u>

17 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		
	Balance at 1 April 2021	Incoming resources	Balance at 31 March 2022
	£	£	£
Tenant financial hardship fund	1,327	-	1,327
	<u>1,327</u>	<u>-</u>	<u>1,327</u>

The Tenant Financial Hardship Fund represents donations received to provide extra assistance to tenants.

18 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:

	Movement in funds		
	Balance at 1 April 2021	Incoming resources	Balance at 31 March 2022
	£	£	£
Fair value reserve	658,598	-	658,598
	<u>658,598</u>	<u>-</u>	<u>658,598</u>

Unrestricted funds include an amount of £658,598 derived from previous revaluations of the freehold properties.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

19 Analysis of net assets between funds

	Unrestricted	Restricted	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Fund balances at 31 March 2022 are represented by:				
Tangible assets	872,633	-	872,633	881,102
Current assets/(liabilities)	527,683	1,327	529,010	569,927
	<u>1,400,316</u>	<u>1,327</u>	<u>1,401,643</u>	<u>1,451,029</u>

20 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).

INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

England & Wales - Charity number 209084

Accounts

REGISTERED COMPANY NUMBER: 00071778 (England and Wales)
REGISTERED CHARITY NUMBER: 209084

**REPORT OF THE EXECUTIVE AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021
FOR
THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL**

TC Group
26-32 Oxford Road
Bournemouth
Dorset
BH8 8EZ

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

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FOR THE YEAR ENDED 31 MARCH 2021**

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THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

REPORT OF THE EXECUTIVE FOR THE YEAR ENDED 31 MARCH 2021

The Executive, whose members are trustees for the purposes of the Charities Act 2011 and directors for the purposes of the Companies Act 2006, presents its report, incorporating the directors' report, with the financial statements of the charitable company for the year ended 31 March 2021.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011, the Companies Act 2006 and 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 January 2019) and the Financial Reporting Standard 102 'Financial Reporting Standard applicable in the UK and Republic of Ireland' and its Section 1A.

OBJECTIVES AND ACTIVITIES

Public Benefit & grant making policy

The company is a charity, and exists to promote spiritual life, and moral and physical improvement in the district, and to provide residential accommodation where persons in need thereof may receive guidance and care.

The Executive have had regard to the Charity Commissions guidance on public benefit. The Executive confirm that the charitable company meets the criteria for public benefit in providing residential accommodation, care and guidance for needy persons. However, the charitable company is small and maximises its human resources by providing funds to further its objectives by facilitating work of many other organisations in need within the Bournemouth/Poole area in line with its Christian ethos. Consideration continues to be given by the council to the identifying of charitable causes meriting support. The charity makes grants on strict adherence to its Memorandum and Articles of Association, these governing documents in turn set tight restrictions on the use of free reserves. The Memorandum and Articles of Association were updated on 15th February 2017.

ACHIEVEMENT AND PERFORMANCE

There were net incoming resources relating to the provision of residential accommodation, excluding governance costs, of £75,552 (2020: £52,138), (note 8).

Charitable grants made during the year totalled £71,900 (2020: £42,000), (note 7). Due to the University Chaplaincy ceasing in the year we were refunded £9,960 of unexpended grants given previously.

Overall there was a surplus of £7,495 (2020: £4,924) which included depreciation of fixed assets of £34,758. A further £31,963 was expended on capitalised costs in the year (note 11).

Total reserves now stand at £1,451,029 (2020: £1,443,534) of which £1,327 (2020: £1,327) is restricted and £881,102 (2020: £883,897) relates to the book value of fixed assets. Free reserves, those funds not tied up in fixed assets or restricted funds now stand at £568,600 (2020: £558,310) (note 15).

Advice and Information

Vacancies continued to occur during the year in the residential accommodation available for letting and these vacancies were filled as soon as possible under the circumstances. Care was given to the maintenance and safety of the buildings.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

REPORT OF THE EXECUTIVE FOR THE YEAR ENDED 31 MARCH 2021

FINANCIAL REVIEW

Reserves & investment policies

The expense of maintaining the three properties presently owned is considerable. Some is regular or recurring and some one off or emergency. During the 2020/21 year, expense on the latter has included refurbishment of some bathrooms and a new fire alarm system at 11 St Albans. A further £11,400 was spent on drainage improvement and driveway repairs at 11 St Albans due to flooding. There is a continuing need for substantial sums to be reserved for other repair purposes in the future.

Other than the freehold properties, the assets of the charitable company are regarded as fugitive monies. They are held a) for maintenance purposes, as mentioned above and b) for distribution to charitable projects. An appropriate policy is to retain funds on a short term risk free basis, with sufficient income to counter inflation. To that end, short term deposits and notice accounts are held with Lloyds, United Trust and Shawbrook Banks and the Nationwide Building Society.

On 1 April 2020 rents were increased by 5.7% over those set in April 2018 (using an independent rent valuation commissioned in the year ended 31 March 2012 as a reference point). The next rent review will be implemented with effect from 1st April 2022.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

REPORT OF THE EXECUTIVE FOR THE YEAR ENDED 31 MARCH 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 1 October 1901, and registered as a charity on 4 October 1951.

The charitable company was established under a Memorandum of Association, which established the objects and powers of the charitable company, and is governed under its Articles of Association. Under those Articles, the members of the Executive are elected at the Annual General Meeting, and are subject to ratification at each annual general meeting.

On the advice of the charitable company's solicitors revised Articles of Association were adopted at an extraordinary meeting called for that purpose on 15th February 2017. These have been submitted to the Charity Commission and Companies House.

Members of the Executive

Members of the Executive, (who are also directors for the purpose of company law and trustees for the purpose of charity law), who served during the year and up to the date of the approval of this report are set out on page 3.

Membership of the Council

Members of the Council are those persons so entitled in accordance with the membership provisions of the charitable company's Articles of Association.

Organisation

The Executive is the charitable company's board of directors and trustees and the sub-committee is its delegate. The Executive and sub-committee meet several times annually to discuss major issues of the charity.

Tenant contributions

Some tenants contribute to the administration of the residential accommodation and care; their service is recognised by way of a discounted rent, see note 20.

Risk management

The major risk associated with the Incorporated Bournemouth Free Church Council relates to the freehold properties. Our insurers advise us on the level of cover. That cover relates not only to the buildings themselves but also to landlords' liabilities to the tenants in the event of destruction of the properties. Any other risks arising from time to time are considered and dealt with through the meetings of the sub-committee of the Executive.

Training and induction of the Executive

The Executive has considered the need for ensuring new members are fully aware of their responsibilities, both personal and collective, in the governance of the affairs of the council. Every new member shall be supplied with a personal copy of the constitution (Memorandum and Articles of Association of the charitable company), together with printed information about the duties of a charitable trustee (e.g. the Charity Commission's booklet "Responsibilities of Charity Trustees").

Furthermore, members of the sub committee shall ensure that, on a one to one basis, every new member shall be advised by the General Secretary, or in his or her absence an existing member, of the nature and scope of the affairs of the Council, and of the part the new member will be expected to play in those affairs.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**REPORT OF THE EXECUTIVE
FOR THE YEAR ENDED 31 MARCH 2021**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

00071778 (England and Wales)

Registered Charity number

209084

Registered office

3 Stourcliffe Avenue
Southbourne
Bournemouth
Dorset
BH6 3PT

Trustees

D Alton	President
T Fernand	General Secretary
A Goodwin	Treasurer
J Butler	Finance Officer
A Burns	
P Ackerman	
L Pain	
D Cutler	
M Forster	
P Hoyle	
L C M Fernand	

The members of the Executive of the charitable company are its directors for the purposes of company law and its trustees for the purposes of charity law. The members who have served during the year and since the year end are shown.

Senior Statutory Auditor

James Blake FCA

Auditors

TC Group
26-32 Oxford Road
Bournemouth
Dorset
BH8 8EZ

Solicitors

Lester Aldridge
Russell House
Oxford Road
Bournemouth
BH8 8EX

Bankers

Lloyds Bank PLC
P.O.Box 1000
Andover
BX1 1LT

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

REPORT OF THE EXECUTIVE FOR THE YEAR ENDED 31 MARCH 2021

STATEMENT OF THE EXECUTIVE'S RESPONSIBILITIES

The members of the Executive (who are also the directors of The Incorporated Bournemouth Free Church Council for the purposes of company law and trustees for the purposes of charity law) are responsible for preparing the Report of the Executive and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Executive to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the Executive is 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 charitable company will continue in business.

The Executive is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. It is also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Executive is aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the members of the Executive have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, TC Group, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of Executive on 13 August 2021 and signed on its behalf by:



.....
T Fernand – General Secretary

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL
FOR THE YEAR ENDED 31 MARCH 2021**

Opinion

We have audited the financial statements of The Incorporated Bournemouth Free Church Council (the 'charitable company') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet 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, including Financial Reporting Standard 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, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 charitable company'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 trustees are responsible for the other information. The other information comprises the information included in the Report of the Executive and Financial Statements, other than the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, 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 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Executive (incorporating the strategic report and directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report included within the Report of the Executive has been prepared in accordance with applicable legal requirements.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL
FOR THE YEAR ENDED 31 MARCH 2021**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report included within the Report of the Executive.

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in the preparing the directors' report and from the requirement to prepare a strategic report..

Responsibilities of trustees

As explained more fully in the Statement of Executives' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, 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 charitable company'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

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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below:

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

The objectives of our audit, in respect to fraud, are: to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses; and to respond appropriately to fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and its management.

Our approach was as follows:

- We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, and through discussion with the Parochial Church Council members and other management (as required by auditing standards), and discussed with the Parochial Church Council members and other management the policies and procedures regarding compliance with laws and regulations;
- We considered the legal and regulatory frameworks directly applicable to the financial statements reporting framework (FRS 102, Companies Act 2006 and the Charities Act 2011) and the relevant charity regulations in the UK;
- We considered the nature of the industry, the control environment and the charity's performance;
- We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit;
- We considered the procedures and controls that the charity has established to address risks identified, or that otherwise prevent, deter and detect fraud; and how senior management monitors those programmes and controls.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL
FOR THE YEAR ENDED 31 MARCH 2021**

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Where the risk was considered to be higher, we performed audit procedures to address each identified fraud risk. These procedures included: testing manual journals; reviewing the financial statement disclosures and testing to supporting documentation; performing analytical procedures; and enquiring of management, and were designed to provide reasonable assurance that the financial statements were free from fraud or error.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



James Blake FCA (Senior Statutory Auditor)
for and on behalf of

TC Group (Statutory Auditor)
26-32 Oxford Road
Bournemouth
Dorset
BH8 8EZ

Date: 18 August 2021

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2021**

	Notes	Unrestricted funds £	Restricted fund £	31.3.21 Total funds £	31.3.20 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	-	-	-	77
Charitable activities					
Provision of residential accommodation	5	175,582	-	175,582	164,494
Investment income	4	4,322	-	4,322	6,100
Other income	6	9,960	-	9,960	-
Total		189,864	-	189,864	170,671
EXPENDITURE ON					
Charitable activities					
Provision of residential accommodation	7	110,469	-	110,469	123,747
Charitable grants		71,900	-	71,900	42,000
Total		182,369	-	182,369	165,747
NET INCOME		7,495	-	7,495	4,924
RECONCILIATION OF FUNDS					
Total funds brought forward		1,442,207	1,327	1,443,534	1,438,610
TOTAL FUNDS CARRIED FORWARD		<u>1,449,702</u>	<u>1,327</u>	<u>1,451,029</u>	<u>1,443,534</u>

The notes form part of these financial statements

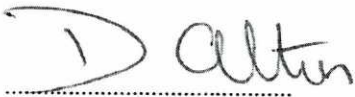
THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**BALANCE SHEET
31 MARCH 2021**

	Notes	Unrestricted funds £	Restricted fund £	31.3.21 Total funds £	31.3.20 Total funds £
FIXED ASSETS					
Tangible assets	11	881,102	-	881,102	883,897
CURRENT ASSETS					
Debtors	12	4,144	-	4,144	4,338
Investments	13	561,112	-	561,112	549,566
Cash at bank		<u>14,334</u>	<u>1,327</u>	<u>15,661</u>	<u>15,045</u>
		579,590	1,327	580,917	568,949
CREDITORS					
Amounts falling due within one year	14	(10,990)	-	(10,990)	(9,312)
NET CURRENT ASSETS		<u>568,600</u>	<u>1,327</u>	<u>569,927</u>	<u>559,637</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,449,702</u>	<u>1,327</u>	<u>1,451,029</u>	<u>1,443,534</u>
NET ASSETS		<u><u>1,449,702</u></u>	<u><u>1,327</u></u>	<u><u>1,451,029</u></u>	<u><u>1,443,534</u></u>
FUNDS	15				
Unrestricted funds:					
General fund				791,104	783,609
Fair value reserve				<u>658,598</u>	<u>658,598</u>
				1,449,702	1,442,207
Restricted funds:					
Tenant financial hardship fund				<u>1,327</u>	<u>1,327</u>
TOTAL FUNDS				<u><u>1,451,029</u></u>	<u><u>1,443,534</u></u>

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

The financial statements were approved by the Executive and authorised for issue on Fri 13th Aug 21 and were signed on its behalf by:



D Alton - President

The notes form part of these financial statements

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1. STATUTORY INFORMATION

The charity, a public benefit entity, is controlled by its governing document, a deed of trust, and constitutes a private limited company (00071778 England and Wales), limited by guarantee, as defined by the Companies Act 2006. The nature of the charitable company's operations and its principal activities are noted in the Report of the Executive together with registered office address. Place of business: 11 St Albans Avenue, Bournemouth, Dorset, BH8 9EF.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 January 2019), Financial Reporting Standard 102 'Financial Reporting Standard applicable in the UK and Republic of Ireland' and its Section 1A and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value. The presentation currency of the financial statements is pound sterling (£). The accounts are rounded to the nearest £1.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item of income have been met, it is probable that the income will be received and the amount can be measured reliably.

The charitable company does not receive grant income. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services and facilities

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 economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt. The time of volunteers is not recognised. Note 19 gives details of tenant contribution to administrative and other services.

Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

2. ACCOUNTING POLICIES - continued

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. Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance etc which supports the charity's activities. All support costs are deemed to relate to the Provision of Residential Accommodation charitable activity, any costs related to other income methods are deemed to be immaterial. Governance cost are those support costs incurred to meet the statutory and constitutional requirements of the charitable company.

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	- at varying rates on cost
Fixtures and fittings	- 10% on reducing balance

Component Accounting

Freehold housing properties are split between the structure and those major components which require periodic replacement. Replacement or restoration of such major components are capitalised and depreciated over the average estimated useful life of each component. Where components are replaced before the end of their useful economic lives an additional depreciation charge is made to reduce the net book value to nil before the asset and accumulated depreciation is written off.

The carrying value of property represents the last valuation undertaken in 2001 and under transitional provisions provided by previous accounting standards a policy not to make further revaluations was adopted. This valuation has been used as deemed cost on implementation of FRS 102 and its section 1A, amended for the replacement of component parts. The Executive has undertaken an impairment review, and have concluded that the assets have not been impaired in the year.

Taxation

The charitable company is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Executive. Restricted funds can only be used for particular restricted purposes within the objects of the charitable company. 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.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

2. ACCOUNTING POLICIES - continued

Debtors

Trade and other debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid after taking account of any discounts due.

Current asset investments

Short term highly liquid investments with a variety of maturities not exceeding one year from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

3. DONATIONS AND LEGACIES

	Unrestricted Funds	Restricted Funds	Total Funds 31.03.21	Total Funds 31.03.20
	£	£	£	£
Subscriptions	-	-	-	70
Donations	-	-	-	7
	<u>-</u>	<u>-</u>	<u>-</u>	<u>77</u>

4. INVESTMENT INCOME

	Unrestricted Funds	Restricted Funds	Total Funds 31.03.21	Total Funds 31.03.20
	£	£	£	£
Bank interest	<u>4,322</u>	<u>-</u>	<u>4,322</u>	<u>6,100</u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

5. INCOME FROM CHARITABLE ACTIVITIES

Provision of residential accommodation

	Unrestricted Funds	Restricted Funds	Total Funds 31.03.21	Total Funds 31.03.20
	£	£	£	£
<u>Rents receivable</u>				
11 St Albans Avenue	129,639	-	129,639	120,466
3 Arcadia Avenue	18,660	-	18,660	17,433
5 Arcadia Avenue	<u>22,200</u>	<u>-</u>	<u>22,200</u>	<u>20,992</u>
	170,499	-	170,499	158,891
<u>General estate income</u>				
Guest room	-	-	-	750
Garage	1,350	-	1,350	1,800
Parking	720	-	720	720
Laundry	<u>3,013</u>	<u>-</u>	<u>3,013</u>	<u>2,333</u>
	<u>5,083</u>	<u>-</u>	<u>5,083</u>	<u>5,603</u>
	<u>175,582</u>	<u>-</u>	<u>175,582</u>	<u>164,494</u>

Rents receivable is stated gross of £4,200 (2020: £4,300) discounts given to tenants who acted as house leaders in the year.

6. OTHER INCOME

	Unrestricted Funds	Restricted Funds	Total Funds 31.03.21	Total Funds 31.03.20
	£	£	£	£
Refunded charitable grants	<u>9,960</u>	<u>-</u>	<u>9,960</u>	<u>-</u>

This relates to grant funding made to Bournemouth University Chaplaincy over the past two years. The post of University Chaplain ceased in the year and therefore their unexpended grant income was returned.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

7. CHARITABLE ACTIVITIES

Provision of residential accommodation

	Unrestricted Funds	Restricted Funds	Total Funds 31.03.21	Total Funds 31.03.20
	£	£	£	£
<u>Property running costs</u>				
Light, heat, rates & water	12,653	-	12,653	14,403
Insurance	5,554	-	5,554	5,250
Lift maintenance	1,417	-	1,417	1,590
General repairs & maintenance	20,375	-	20,375	14,838
Refurbishment	700	-	700	3,160
Window cleaning	174	-	174	336
Gardening	14,369	-	14,369	9,197
Estate expenses	5,643	-	5,643	24,627
House leaders rent discounts	4,200	-	4,200	4,300
Flat co-ordinator and House Committee				
Chair expenses	95	-	95	104
Legal & professional	-	-	-	3,602
Provision/(release) for/(of) bad debts	92	-	92	(31)
Depreciation	34,758	-	34,758	30,980
Total property running costs	100,030	-	100,030	112,356
<u>Support costs - Governance</u>				
General Secretary honorarium	3,600	-	3,600	3,800
General Secretary expenses	493	-	493	741
President expenses	75	-	75	75
Finance Officer expenses	142	-	142	153
Liability insurance	369	-	369	392
Conference expenses	-	-	-	400
In memorium donations	300	-	300	-
Auditors remuneration	5,400	-	5,400	5,800
Audit certificate fees	60	-	60	30
Total governance costs	10,439	-	10,439	11,391
	110,469	-	110,469	123,747

All support costs are deemed to relate to the provision of residential accommodation.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

7. CHARITABLE ACTIVITIES - continued

Analysis of Provision of residential accommodation

<u>Property running costs</u>	11 St Albans Avenue £	3 Arcadia Avenue £	5 Arcadia Avenue £	General Estate Costs £	Total Funds 31.03.21 £
Light, heat, rates & water	8,991	1,757	1,868	37	12,653
Insurance	3,074	327	433	1,720	5,554
Lift maintenance	1,417	-	-	-	1,417
General repairs & maintenance	16,024	769	2,256	1,326	20,375
Refurbishment	700	-	-	-	700
Window cleaning	174	-	-	-	174
Gardening	-	-	-	14,369	14,369
Estate expenses	-	-	-	5,643	5,643
House leaders rent discounts	3,600	300	300	-	4,200
Flat co-ordinator and House Committee Chair expenses	-	-	-	95	95
Legal & professional	-	-	-	-	-
Release of bad debts	-	-	-	92	92
Depreciation	28,874	2,819	1,944	1,121	34,758
	62,854	5,972	6,801	24,403	100,030
<u>Support costs</u>					
Governance	-	-	-	10,439	10,439
	62,854	5,972	6,801	34,842	110,469

Charitable grants	Unrestricted Funds £	Restricted Funds £	Total Funds 31.03.21 £	Total Funds 31.03.20 £
<u>Grants to institutions</u>				
BCARS		-		10,000
Bournemouth Foodbank	15,000	-	15,000	6,000
Bournemouth University Chaplaincy	3,500	-	3,500	6,000
Cherry Tree Nursery	4,000	-	4,000	2,000
Faithworks	10,000	-	10,000	-
Fernheath Play	6,000	-	6,000	6,000
Health Bus	6,250	-	6,250	-
Hope FM	11,000	-	11,000	-
Hurting to healing		-		2,000
Immanuel Church Community Cinema	6,400	-	6,400	-
Mind Pokesdown Club Group	7,750	-	7,750	8,000
NOW (Bournemouth Nightclub Chaplaincy)	2,000	-	2,000	2,000
	71,900	-	71,900	42,000
<u>Grants to individuals</u>				
Tenant financial hardship	-	-	-	-
	71,900	-	71,900	42,000

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

8. NET INCOME/(EXPENDITURE)

Net income is stated after charging:

	31.03.21	31.03.20
	£	£
Auditors' remuneration	5,400	5,800
Depreciation - owned assets	<u>34,758</u>	<u>30,980</u>

Net incoming resources: Provision of residential accommodation, excluding governance costs

	Unrestricted Funds	Restricted Funds	Total Funds 31.03.21	Total Funds 31.03.20
	£	£	£	£
Total rent receivable (note 5)	175,582	-	175,582	164,494
Total property running costs (note 7)	<u>100,030</u>	<u>-</u>	<u>100,030</u>	<u>112,356</u>
Net incoming resources: provision of residential accommodation	<u>75,552</u>	<u>-</u>	<u>75,552</u>	<u>52,138</u>

Analysis over properties

	11 St Albans Avenue £	3 Arcadia Avenue £	5 Arcadia Avenue £	General Estate £	Total Funds 31.03.21 £
Total rent receivable (note 5)	129,639	18,660	22,200	5,083	175,582
Total property running costs (note 7)	<u>62,854</u>	<u>5,972</u>	<u>6,801</u>	<u>24,403</u>	<u>100,030</u>
Net incoming resources: provision of residential accommodation	<u>66,785</u>	<u>12,688</u>	<u>15,399</u>	<u>(19,320)</u>	<u>75,552</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

Executive remuneration

Tony Fernand, General Secretary, was paid an honorarium of £3,600 (2020: £3,800) in the year. Other than this the charity has no payroll therefore no staff being paid more than £60,000.

Trustees' expenses

Expenses totalling £1,529 were reimbursed to 3 members of the Executive in the year (2020: £961 to 3 members of the Executive) for postage, stationery, phone, travel, repairs, renewals and computer costs.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

10. COMPARATIVES (year ended 31.03.20) FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	70	7	77
Charitable activities			
Provision of residential accommodation	164,494	-	164,494
Investment income	<u>6,100</u>	<u>-</u>	<u>6,100</u>
Total	170,664	7	170,671
EXPENDITURE ON			
Charitable activities			
Provision of residential accommodation	123,747	-	123,747
Charitable grants	<u>42,000</u>	<u>-</u>	<u>42,000</u>
Total	<u>165,747</u>	<u>-</u>	<u>165,747</u>
NET INCOME	4,917	7	4,924
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>1,437,290</u>	<u>1,320</u>	<u>1,438,610</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>1,442,207</u></u>	<u><u>1,327</u></u>	<u><u>1,443,534</u></u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

11. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2020	1,252,187	28,260	1,280,447
Additions	31,151	812	31,963
Disposals	(15,521)	-	(15,521)
At 31 March 2021	<u>1,267,817</u>	<u>29,072</u>	<u>1,296,889</u>
DEPRECIATION			
At 1 April 2020	378,693	17,857	396,550
Charge for year	33,637	1,121	34,758
Eliminated on disposal	(15,521)	-	(15,521)
At 31 March 2021	<u>396,809</u>	<u>18,978</u>	<u>415,787</u>
NET BOOK VALUE			
At 31 March 2021	<u>871,008</u>	<u>10,094</u>	<u>881,102</u>
At 31 March 2020	<u>873,494</u>	<u>10,403</u>	<u>883,897</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Unrestricted Funds £	Restricted Funds £	Total Funds 31.03.21 £	Total Funds 31.03.20 £
Subscription debtor	-	-	-	50
Rent arrears net of bad debt provision	734	-	734	45
Prepaid expenses	2,450	-	2,450	2,428
Accrued bank interest	<u>960</u>	<u>-</u>	<u>960</u>	<u>1,815</u>
	<u>4,144</u>	<u>-</u>	<u>4,144</u>	<u>4,338</u>

13. CURRENT ASSET INVESTMENTS

	Unrestricted Funds £	Restricted Funds £	Total Funds 31.03.21 £	Total Funds 31.03.20 £
Short term and notice bank deposits	<u>561,112</u>	<u>-</u>	<u>561,112</u>	<u>549,566</u>

Current asset investments relate to cash held in several fixed term deposit and notice accounts all of which are of less than one year duration.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Unrestricted Funds	Restricted Funds	Total Funds 31.03.21	Total Funds 31.03.20
	£	£	£	£
Trade creditors	3,924	-	3,924	1,959
Accrued expenses	5,400	-	5,400	5,923
Rents paid in advance	1,666	-	1,666	1,430
	<u>10,990</u>	<u>-</u>	<u>10,990</u>	<u>9,312</u>

15. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	783,609	7,495	791,104
Fair value reserve	658,598	-	658,598
	<u>1,442,207</u>	<u>7,495</u>	<u>1,449,702</u>
Restricted funds			
Tenant financial hardship fund	1,327	-	1,327
	<u>1,327</u>	<u>-</u>	<u>1,327</u>
TOTAL FUNDS	<u>1,443,534</u>	<u>7,495</u>	<u>1,451,029</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	189,864	(182,369)	7,495
	<u>189,864</u>	<u>(182,369)</u>	<u>7,495</u>
TOTAL FUNDS	<u>189,864</u>	<u>(182,369)</u>	<u>7,495</u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

15. MOVEMENT IN FUNDS - continued

Comparatives (year ended 31.03.20) for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	778,692	4,917	783,609
Fair value reserve	<u>658,598</u>	<u>-</u>	<u>658,598</u>
	1,437,290	4,917	1,442,207
Restricted funds			
Tenant financial hardship fund	<u>1,320</u>	<u>7</u>	<u>1,327</u>
TOTAL FUNDS	<u><u>1,438,610</u></u>	<u><u>4,924</u></u>	<u><u>1,443,534</u></u>

Comparative (year ended 31.03.20) net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	170,664	(165,747)	4,917
Restricted funds			
Tenant financial hardship fund	<u>7</u>	<u>-</u>	<u>7</u>
TOTAL FUNDS	<u><u>170,671</u></u>	<u><u>(165,747)</u></u>	<u><u>4,924</u></u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.19 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	778,692	12,412	791,104
Fair value reserve	<u>658,598</u>	<u>-</u>	<u>658,598</u>
	1,437,290	12,412	1,449,702
Restricted funds			
Tenant financial hardship fund	<u>1,320</u>	<u>7</u>	<u>1,327</u>
TOTAL FUNDS	<u><u>1,438,610</u></u>	<u><u>12,419</u></u>	<u><u>1,451,029</u></u>

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

15. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	360,528	(348,116)	12,412
Restricted funds			
Tenant financial hardship fund	7	-	7
TOTAL FUNDS	<u>360,535</u>	<u>(348,116)</u>	<u>12,419</u>

The Tenant Financial Hardship Fund represents donations received to provide extra assistance to tenants.

Unrestricted funds include an amount of £658,598 derived from previous revaluations of the freehold properties.

<u>Funds by net assets</u>	Unrestricted funds Free reserves £	Unrestricted funds Other £	Restricted funds £	Total funds 31.03.21 £
Fixed assets	-	881,102	-	881,102
Debtors: falling due within one year	4,144	-	-	4,144
Investments	561,112	-	-	561,112
Cash at bank and in hand	14,334	-	1,327	15,661
Creditors	(10,990)	-	-	(10,990)
	<u>568,600</u>	<u>881,102</u>	<u>1,327</u>	<u>1,451,029</u>

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2021 other than those stated on notes 9 and 20.

THE INCORPORATED BOURNEMOUTH FREE CHURCH COUNCIL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

17. ULTIMATE CONTROLLING PARTY

The charitable company is controlled by the members of the Executive, (who are also directors for the purpose of company law and trustees for the purpose of charity law). Members are shown on page 4.

18. LEGACIES

The charitable company received no legacies in the year and were not aware of any due at the balance sheet date.

19. CONTINGENT ASSETS

On 28th August 1996 the charitable company loaned the Bournemouth Methodist Circuit £50,000 by way of an interest free 2nd mortgage on its property known as 83 Walpole Road, Boscombe, Bournemouth. At the time it was written to the Statement of Financial Activities as it is not expected to be recovered. This is regarded as a contingent asset and therefore not recognisable in the balance sheet.

20. DONATED GOODS AND SERVICES

The charitable company received no donated goods or services in the year from third parties. Some tenants contribute to the administration of the residential accommodation and care; their service is recognised by way of a discounted rent, the total of such discounts being £4,200 (2020: £4,300).

21. POST BALANCE SHEET EVENTS

Following the balance sheet date 31/03/2021, it was subsequently found that damage had been incurred to the driveway at the main site requiring substantial costs to be incurred totalling £23,400 including VAT. The work was necessary following damage caused by badgers burrowing under the driveway which had seen similar damage incurred before. Although material in value, any such provision for the costs has not been included in the balance sheet as the events occurred after 31st March 2021 which were not foreseen or anticipated at that time.