

LIVERPOOL CITY MISSION (INCORPORATED)

England & Wales · Charity number 234521

Details

Status Registered

Legal form Charitable company

Company number [00246811](#)

Registered 1969-01-08

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

Contact

Address Liverpool City Mission
Charitable Institution House
18 Slater Street
L1 4BS

Phone 01517089550

Email liverpoolcm01@icloud.com

Website www.livercm.org.uk

Activities

Objects: TO PROMOTE THE DIFFUSION OF RELIGIOUS KNOWLEDGE AND THOUGHT THROUGHOUT THE CITY OF LIVERPOOL AND NEIGHBOURING DISTRICTS IN LANCASHIRE AND CHESHIRE KNOWN AS MERSEYSIDE AND GENERALLY TO ASSIST AND ENCOURAGE THE SPIRITUAL WELFARE OF THE CITIZENS." (MEMORANDUM OF ASSOCIATION PARAGRAPH 3)

Activities: Support of the homeless and needy in Liverpool and it's environs, through the giving out of clothing and free breakfast and lunch on most days at our rescue centres. Annual evangelistic childrens camp.

Classification

- **How:** Provides Advocacy/advice/information, Other Charitable Activities
- **What:** General Charitable Purposes, The Prevention Or Relief Of Poverty, Religious Activities
- **Who:** Children/young People, Elderly/old People, Other Defined Groups, The General Public/mankind

Geography

- **Area of benefit:** MERSEYSIDE
- Knowsley
- Liverpool City
- Sefton
- St Helens
- Wirral

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£110,697	£71,807	-	-
2023-12-31	£110,737	£81,845	-	-
2022-12-31	£481,112	£91,663	-	-
2021-12-31	£93,907	£63,924	-	-
2020-12-31	£113,902	£69,553	-	-

Trustees

Name	Role	Appointed
PHILIPP GEORGE SMITH	Chair	2004-02-27
ROBERT ALEXANDER WATSON		2005-01-21

Linked charities

- LIVERPOOL MEDICAL MISSIONARY SOCIETY (234521-1)

LIVERPOOL CITY MISSION (INCORPORATED)

England & Wales - Charity number 234521

Accounts

Charity registration number 234521 (England and Wales)

Company registration number 246811

THE LIVERPOOL CITY MISSION (INCORPORATED)
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

THE LIVERPOOL CITY MISSION (INCORPORATED)

LEGAL AND ADMINISTRATIVE INFORMATION

Committee Members	Mr R A Watson Mr J Boyle Mr P G Smith
Charity number	234521
Company number	246811
Registered office	18 Slater Street Liverpool L1 4BS
Principal address	Charitable Institution House 18 Slater Street Liverpool L1 4BS
Independent examiner	Jean Ellis BA FCA CTA DSG Castle Chambers 43 Castle Street Liverpool L2 9TL
Bankers	Barclays Bank Plc Lord Street Liverpool L2 1TD
Solicitors	Fiona Bruce & Co LLP Solicitors 3 Grappenhall Road Stockton Heath Warrington WA4 2AH
Investment advisors	Evelyn Royal Liver Building Liverpool L3 1NY

THE LIVERPOOL CITY MISSION (INCORPORATED)

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THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2024

The Committee Members present their annual report and financial statements for the year ended 31 December 2024.

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 Mission's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objectives of the charity are to promote the diffusion of religious knowledge and thought throughout the City of Liverpool and the neighbouring districts in Lancashire and Cheshire known as Merseyside and generally to assist and encourage the moral welfare of the citizens.

We aim to present the Christian message of the gospel of Jesus Christ as written in the Holy Scriptures to men, women and children with particular emphasis on reaching out to those in need, whatever those needs may be. Every day we seek to proclaim Christ by our words and actions.

The policies adopted in furtherance of these objects are to invest in the relief and rescue work of the Mission discarding extraneous, core-activities.

The charity's key objectives for the year were:-

- (i) Gospel Presentation – at our Centre in the heart of Liverpool and other affiliated Mission Halls
- (ii) Scripture Distribution – freely and liberally distributing God's Word, wholly or partially
- (iii) Christian Education – providing teaching materials, training and resources for Christian growth
- (iv) Human Compassion – expressing the Christian faith through practical works of love and acts of kindness

Public benefit

The Committee Members confirm that they have referred to the general guidance contained in the Charity Commission's "general guidance on public benefit" when reviewing the Mission's aims and objectives, and in the planning of activities.

Volunteers

The Charity makes considerable use of volunteers in the course of its activities at the various locations throughout Liverpool. We look to grow and recruit our pool of volunteers to strengthen our teams. We have been especially delighted to welcome as volunteers, students studying at local universities and they have brought much enthusiasm and vibrance to our outreach work. Most volunteers come from local churches, although not exclusively.

Achievements and performance

- We were able minister to those in poverty, needy, vulnerable and those with addiction problems in and around Liverpool, using whatever means possible within the range of our resources.
- We ran outreach works providing a safe warm and friendly environment.
- Our staff were on hand to provide personal counselling and help to those in need.
- We took every opportunity to convey the gospel of Jesus Christ clearly and relevantly to those we reach.
- We were able to support and provide guidance to churches affiliated to the charity.
- We set and closely managed a financial budget for the year through faithful stewardship and acts of faith.
- We made considerable use of volunteers in the course of our activities at our various centres. Most volunteers come from local churches, although not exclusively.
- A number of essential policies were reviewed and implemented during the year.

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

Financial review

The results for the year and the charity's financial position at the end of the year are shown in the attached financial statements.

The charity received incoming resources of £110,697 (2023: £110,737) and expended £71,807 (2023: £81,845) which, after net gains on investments of £19,992 (2023: £12,707) resulted in a net increase in funds of £58,882 (2023: £41,599). The balance sheet of the charity remains strong with a total asset value of £1,071,075 (2023: £1,012,193).

Principal funding sources are donations from Liverpool City Mission Churches, investments, individuals, trusts, occasional legacies, personal donations, Gift Aid and local organisations support.

It was a credit to the good management of the finances over recent years, and the courage to take difficult decisions, that we were able to record a cash flow surplus. As a result, the Mission's ministries and services now have a stronger platform to operate from in coming years, and will help to sustain the work for many years to come. We operated within the limits set for expenditure and pleased to record a surplus of £38,890 (2023: £28,892) before gains on investments.

Reserves policy

It is the policy of the charity that unrestricted funds that have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Committee Members consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Approximately 60% of our current reserves have emanated from the sale of buildings, and this amount has been 'ring-fenced' for the future purchase of new buildings. The level of reserves has been maintained throughout the year.

Investment policy

The charity's investments are held and invested by Evelyn Partners within a portfolio with a medium / high risk tolerance. This is suitable to an investor with a four year time horizon or more, with a medium volatility of returns and having around 65% of the portfolio in equities. The projected annualised rate of return over the long term is CPI +2.5%.

Major risks

The Committee Members have assessed the major risks to which the Mission is exposed, and are satisfied that systems or procedures have been established and are in place to manage those risks.

Plans for future periods

- To maintain a tight control of our operating costs and seek to increase income
- To expand our outreach services at various locations through the City and surrounding area
- To maximise the facilities and space at our city centre Headquarters to support our long-term ambitions
- To review and if necessary dispose of any assets that are no-longer serving their purpose and redeploy the proceeds in more effective areas
- To provide counsel and practical support services to our affiliated churches
- To review the range of services and facilities provided in our affiliated churches in order to achieve our aims in a much wider geographical area than beyond the city centre
- To network and collaborate with other like-minded organisations and churches committed to the same aims and where appropriate increase the number of LCM affiliated churches.

Structure, governance and management

The Charity's governing document is its Memorandum and Articles of Association incorporated 25th March 1930 as amended by Special Resolution dated 27th March 1950, Liverpool City Mission Incorporated is a Limited Company, limited by guarantee (the word "Limited" being omitted by Licence of the Board of Trade).

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

The Members of the Committee, who are also directors for the purposes of company law, who served during the year were:

Mr R A Watson

Mr J Boyle

Mr P G Smith

Recruitment and appointment of trustees

New Committee Members are appointed following nominations and voting by the existing Committee Members . Committee Members with a good balance of skills are sought.

New Committee Members undergo a full induction process and receive copies of key / relevant documents from both the Charity Commission and Companies House outlining the role and responsibilities of a charity Committee Member.

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

The Mission Director (formerly known as CEO) manages for the finances of the Mission, controlling the budget and monitoring the investment portfolio performance.

There were three Committee Members at the end of this financial year. They have overall responsibility for the finances of the charity, the appointment and pastoral welfare of the Mission staff, and general oversight of running the work of the Mission. These decisions are made at periodic general meetings.

Liverpool City Mission is also affiliated to the City Mission Movement (formerly the British Association of City Missions) which networks with approximately 20 City/Town Missions in the British Isles to establish and strengthen fellowship and operational links.

The Committee Members have responsibility for setting the pay and remuneration of the charity's key personnel and this is done on an annual basis, including a formal cost of living review.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

On behalf of the board of Committee Members.

Mr R A Watson

Trustee

15 April 2025

THE LIVERPOOL CITY MISSION (INCORPORATED)

INDEPENDENT EXAMINER'S REPORT

TO THE COMMITTEE MEMBERS OF THE LIVERPOOL CITY MISSION (INCORPORATED)

I report to the Committee Members on my examination of the financial statements of The Liverpool City Mission (Incorporated) (the Mission) for the year ended 31 December 2024.

This report is made solely to the charity's Committee Members, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's Committee Members those matters I am required to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Committee Members as a body, for my work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the Committee Members of the Mission (and also its directors for the purposes of company law), you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006.

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

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 that in any material respect:

- 1 accounting records were not kept in respect of the Mission as required by section 386 of the Companies Act 2006.
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the Companies Act 2006 other than any requirement that the financial statements give a true and fair view, which is not a matter considered as part of an independent examination; or
- 4 the financial statements 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 financial statements 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 financial statements to be reached.

Jean Ellis BA FCA CTA
DSG
Castle Chambers
43 Castle Street
Liverpool
L2 9TL

Dated: 15 April 2025

THE LIVERPOOL CITY MISSION (INCORPORATED)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	Unrestricted funds 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Income from:					
Donations and legacies	3	100,787	84,154	16,000	100,154
Investments	4	9,910	10,583	-	10,583
Total income		110,697	94,737	16,000	110,737
Expenditure on:					
Raising funds	5	3,081	3,231	-	3,231
Charitable activities	6	67,609	62,614	16,000	78,614
Other expenditure	11	1,117	-	-	-
Total expenditure		71,807	65,845	16,000	81,845
Net gains on investments	12	19,992	12,707	-	12,707
Net income and movement in funds		58,882	41,599	-	41,599
Reconciliation of funds:					
Fund balances at 1 January 2024		1,012,193	970,594	-	970,594
Fund balances at 31 December 2024		1,071,075	1,012,193	-	1,012,193

THE LIVERPOOL CITY MISSION (INCORPORATED)

BALANCE SHEET

AS AT 31 DECEMBER 2024

	Notes	2024 £	£	2023 £	£
Fixed assets					
Tangible assets	14		451,200		461,917
Investments	15		296,133		290,111
			<u>747,333</u>		<u>752,028</u>
Current assets					
Cash at bank and in hand		326,865		263,135	
Creditors: amounts falling due within one year	17		<u>(3,123)</u>		<u>(2,970)</u>
Net current assets			<u>323,742</u>		<u>260,165</u>
Total assets less current liabilities			<u>1,071,075</u>		<u>1,012,193</u>
The funds of the Mission					
Unrestricted funds	19		<u>1,071,075</u>		<u>1,012,193</u>
			<u>1,071,075</u>		<u>1,012,193</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2024.

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

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

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

The financial statements were approved by the Committee Members on 15 April 2025

Mr R A Watson
Trustee

Company registration number 246811 (England and Wales)

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

Charity information

The Liverpool City Mission (Incorporated) is a private company limited by guarantee incorporated in England and Wales. The registered office is Charitable Institution House, 18 Slater Street, Liverpool, L1 4BS.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Mission's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Mission is a Public Benefit Entity as defined by FRS 102.

The charity 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 Mission. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention modified to include the revaluation of fixed asset investments. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Committee Members have a reasonable expectation that the Mission has adequate resources to continue in operational existence for the foreseeable future. Thus the Committee Members 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 Committee Members in furtherance of their charitable objectives.

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

Restricted funds are subject to specific conditions by donors or grantors 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 Income

Income is recognised when the Mission 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 Mission 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.

Legacies are recognised on receipt or otherwise if the Mission 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.

Income from donated services and facilities is included at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised when there is no financial cost borne by a third party.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is accounted for on an accruals basis.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Tangible fixed assets are stated at cost less depreciation. Improvements to buildings is depreciated at the same rate applicable to the building they relate to. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings	2% straight line
Plant and machinery	20% reducing balance
Fixtures, fittings & equipment	15% reducing balance

Freehold land is not depreciated.

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 the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the Mission reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 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.

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.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the Mission transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors 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 Mission's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Mission is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

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

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

2 Critical accounting estimates and judgements

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

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

3 Income from donations and legacies

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Donations and gifts	55,787	-	55,787	52,954	16,000	68,954
Legacies	45,000	-	45,000	31,200	-	31,200
	<u>100,787</u>	<u>-</u>	<u>100,787</u>	<u>84,154</u>	<u>16,000</u>	<u>100,154</u>

4 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income from listed investments	6,080	10,058
Interest receivable	3,830	525
	<u>9,910</u>	<u>10,583</u>

5 Raising funds

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Investment management	3,081	3,231
	<u>3,081</u>	<u>3,231</u>

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

6 Expenditure on charitable activities

	Charitable activities 2024 £	Charitable activities 2023 £
Direct costs		
Staff costs	30,145	46,370
Depreciation and impairment	9,600	9,840
Premises expenses	11,155	7,951
Office expenses	1,257	1,431
Outreach	4,936	2,575
Medicash	1,051	753
Legal and professional fees	383	3,480
Repairs and renewals	5,992	3,274
	<u>64,519</u>	<u>75,674</u>
Share of support and governance costs (see note 7)		
Governance	3,090	2,940
	<u>67,609</u>	<u>78,614</u>
Analysis by fund		
Unrestricted funds	67,609	62,614
Restricted funds	-	16,000
	<u>67,609</u>	<u>78,614</u>

7 Support costs

	Support costs £	Governance costs £	2024 £	Support costs £	Governance costs £	2023 £
Independent examination fees	-	3,090	3,090	-	2,940	2,940
	<u>-</u>	<u>3,090</u>	<u>3,090</u>	<u>-</u>	<u>2,940</u>	<u>2,940</u>
Analysed between Charitable activities	-	3,090	3,090	-	2,940	2,940
	<u>-</u>	<u>3,090</u>	<u>3,090</u>	<u>-</u>	<u>2,940</u>	<u>2,940</u>

Governance costs includes payments to the independent examiner of £3,090 (2023: £2,940).

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

8	Net movement in funds	2024	2023
		£	£
	The net movement in funds is stated after charging/(crediting):		
	Fees payable for the independent examination of the charity's financial statements	3,090	2,940
	Depreciation of owned tangible fixed assets	9,600	9,840
	Loss on disposal of tangible fixed assets	1,117	-
		<u> </u>	<u> </u>

9 Committee Members

With the exception of Mr R A Watson, as disclosed in note 10, none of the Committee Members (or any persons connected with them) received any remuneration during the year, and no Committee Members were reimbursed for travelling expenses (2023: £nil).

10 Employees

The average monthly number of employees during the year was:

	2024	2023
	Number	Number
Activities in furtherance of the charity's objectives	2	3
	<u> </u>	<u> </u>

Employment costs	2024	2023
	£	£
Wages and salaries	24,266	43,426
Other pension costs	5,879	2,944
	<u> </u>	<u> </u>
	30,145	46,370
	<u> </u>	<u> </u>

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

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

	2024	2023
	£	£
Aggregate compensation	27,955	25,201
	<u> </u>	<u> </u>

The position of Mission Director (remunerated and formerly known as CEO) is occupied by Mr R Watson (an existing Trustee). The procedure for the appointment was guided, and approved by, the Charity Commission. This position has now been incorporated into the shared responsibilities of the Chair of Trustees under the title of Executive Chairman. This position represents key management personnel of the charity.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

11 Other

	2024	2023
	£	£
Net loss on disposal of tangible fixed assets	1,117	-

12 Gains and losses on investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Gains/(losses) arising on:		
Revaluation of investments	13,458	12,378
Sale of investments	6,534	329
	19,992	12,707

13 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

14 Tangible fixed assets

	Land and buildings £	Plant and machinery £	Fixtures, fittings & equipment £	Total £
Cost				
At 1 January 2024	480,000	29,082	26,396	535,478
Disposals	-	(29,082)	(26,396)	(55,478)
At 31 December 2024	480,000	-	-	480,000
Depreciation and impairment				
At 1 January 2024	19,200	28,497	25,864	73,561
Depreciation charged in the year	9,600	-	-	9,600
Eliminated in respect of disposals	-	(28,497)	(25,864)	(54,361)
At 31 December 2024	28,800	-	-	28,800
Carrying amount				
At 31 December 2024	451,200	-	-	451,200
At 31 December 2023	460,800	585	532	461,917

The Mission owns or has been appointed Trustee for certain properties for which no original cost value is shown in the above figures. The properties are used in furtherance of the charity's objectives.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

15 Fixed asset investments

	Listed investments £
Cost or valuation	
At 31 December 2024	290,111
Additions	40,957
Valuation changes	13,458
Disposals	(48,393)
At 31 December 2024	296,133
Carrying amount	
At 31 December 2024	296,133
At 31 December 2023	290,111

16 Financial instruments	2024 £	2023 £
Carrying amount of financial assets		
Instruments measured at fair value through the statement of financial activities	296,133	290,111
17 Creditors: amounts falling due within one year		
	2024 £	2023 £
Accruals and deferred income	3,123	2,970
18 Retirement benefit schemes		
	2024 £	2023 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	5,879	2,944

The Mission operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the Mission in an independently administered fund.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

19 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 January 2024	Incoming resources	Resources expended	Transfers	Gains and losses	At 31 December 2024
	£	£	£	£	£	£
Tangible fixed asset fund	461,917	-	-	(9,797)	-	452,120
New premises fund	450,000	-	-	-	-	450,000
General funds	100,276	110,697	(71,807)	9,797	19,992	168,955
	<u>1,012,193</u>	<u>110,697</u>	<u>(71,807)</u>	<u>-</u>	<u>19,992</u>	<u>1,071,075</u>
Previous year:	At 1 January 2023	Incoming resources	Resources expended	Transfers	Gains and losses	At 31 December 2023
	£	£	£	£	£	£
Tangible fixed asset fund	471,757	-	-	(9,840)	-	461,917
New premises fund	450,000	-	-	-	-	450,000
General funds	48,837	94,737	(65,845)	9,840	12,707	100,276
	<u>970,594</u>	<u>94,737</u>	<u>(65,845)</u>	<u>-</u>	<u>12,707</u>	<u>1,012,193</u>

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund reflects the net book value of the tangible fixed assets used operationally by the charity.

With the sale of two properties in the previous year the trustees have increased the new premises fund to reflect the intention to acquire replacement buildings. LCM is a tenant at 18 Slater Street and has set aside funds as an option to purchase the building.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

20 Restricted funds

The income funds of the Charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

Previous year:	At 1 January 2023	Incoming resources	Resources expended	At 31 December 2023
	£	£	£	£
Salary contributions	-	16,000	(16,000)	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Salary contributions are funds received from churches to help fund the payroll costs of the charity.

21 Related party transactions

Other than key management salaries disclosed in note 10, there were no other related party transactions in the year.

LIVERPOOL CITY MISSION (INCORPORATED)

England & Wales - Charity number 234521

Accounts

Charity registration number 234521

Company registration number 246811 (England and Wales)

THE LIVERPOOL CITY MISSION (INCORPORATED)
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

THE LIVERPOOL CITY MISSION (INCORPORATED)

LEGAL AND ADMINISTRATIVE INFORMATION

Committee Members	Mr R A Watson Mr J Boyle Mr P G Smith
Charity number	234521
Company number	246811
Registered office	18 Slater Street Liverpool L1 4BS
Principal address	Charitable Institution House 18 Slater Street Liverpool L1 4BS
Independent examiner	Jean Ellis BA FCA CTA DSG Castle Chambers 43 Castle Street Liverpool L2 9TL
Bankers	Barclays Bank Plc Lord Street Liverpool L2 1TD
Solicitors	Fiona Bruce & Co LLP Solicitors 3 Grappenhall Road Stockton Heath Warrington WA4 2AH
Investment advisors	Evelyn Royal Liver Building Liverpool L3 1NY

THE LIVERPOOL CITY MISSION (INCORPORATED)

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THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2023

The Committee Members present their annual report and financial statements for the year ended 31 December 2023.

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 Mission's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objectives of the charity are to promote the diffusion of religious knowledge and thought throughout the City of Liverpool and the neighbouring districts in Lancashire and Cheshire known as Merseyside and generally to assist and encourage the moral welfare of the citizens.

We aim to present the Christian message of the gospel of Jesus Christ as written in the Holy Scriptures to men, women and children with particular emphasis on reaching out to those in need, whatever those needs may be. Every day we will preach Christ by our words and actions. The policies adopted in furtherance of these objects are to invest in the relief and rescue work of the Mission discarding extraneous, core-activities.

The charity's key objectives for the year were:-

- To minister to those in poverty, needy, vulnerable, in and around Liverpool, using whatever means possible within the range of our resources.
- To settle into our new Headquarters and undertake necessary improvements.
- To provide community outreach services and activities at our principle locations.
- To look for new partners to work closely with to achieving our aims.
- To convey the gospel of Jesus Christ clearly and relevantly to those we reach.
- To support and provide guidance to churches affiliated to the charity.
- To update and improve communications.
- To set and closely manage a financial budget for the year through faithful stewardship.

Public benefit

The Committee Members have paid due regard to guidance issued by the Charity Commission in deciding what activities the Mission should undertake.

The Committee Members confirm that they have referred to the general guidance contained in the Charity Commission's "general guidance on public benefit" when reviewing the Mission's aims and objectives, and in the planning of activities.

Volunteers

The Charity makes considerable use of volunteers in the course of its activities at the various locations throughout Liverpool. We look to grow and recruit our pool of volunteers to strengthen our teams. We have been especially delighted to welcome as volunteers, students studying at local universities and they have brought much enthusiasm and vibrance to our outreach work. Most volunteers come from local churches, although not exclusively.

Achievements and performance

- All our Mission Halls continued to provide a good range of community and gospel services to all ages.
- We successfully relocated and established our Administration and Resource Centre to our new Headquarters at 18 Slater Street, in the city centre.
- We were able to distribute some food and clothing along with toiletries and essentials to those in need through our community hubs.
- We connected and established good links with other organisations who shared our key objectives.
- We updated and improved our newsletter, and other digital communications.
- Many volunteers supported the work in our Mission Halls and hubs.
- A budget was set and agreed at the beginning of the year, and regularly monitored.
- A number of essential policies were reviewed and updated.

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

Financial review

The results for the year and the charity's financial position at the end of the year are shown in the attached financial statements.

The charity received incoming resources of £110,737 (2022: £481,112) and expended £81,845 (2022: £91,663) which, after net gains on investments of £12,707 (2022: losses of £19,883) resulted in a net increase in funds of £41,599 (2022: net increase of £369,566). The balance sheet of the charity remains strong with a total asset value of £1,012,193 (2022: £970,594).

The careful management of the finances over recent years, and courage to take difficult decisions, has once again enabled us to operate within our annual income. As a result, the Mission's ministries and services will have a stronger platform to operate from in coming years, and will help to sustain the work for many years to come.

Principal funding sources are donations from Liverpool City Mission Churches, investments, individual gifts, trusts grants, small cash donations, Gift Aid and local organisations support.

Reserves policy

It is the policy of the charity that unrestricted funds that have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Committee Members consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Approximately 70% of our current asset value has emanated from the sale of three buildings, and the combined value of the sale proceeds has been designated (see note 18) for the future purchase or lease of replacement buildings including new city centre headquarters. The level of reserves has been maintained throughout the year.

Investment policy

The charity's investments are held and invested by Evelyn Partners within a portfolio with a medium / high risk tolerance. This is suitable to an investor with a four year time horizon or more, with a medium volatility of returns and having around 65% of the portfolio in equities. The projected annualised rate of return over the long term is CPI +2.5%.

Major risks

The Committee Members have assessed the major risks to which the Mission is exposed, and are satisfied that systems or procedures have been established and are in place to manage those risks.

Plans for future periods

- To maintain a tight control of our operating costs and seek to increase income
- To expand our outreach services at various locations to be designated Community hubs
- To establish our new location as a significant site to promote the Christian gospel
- To provide practical support services to our affiliated churches
- To review and help resource the range of services and facilities provided in our affiliated churches in order to achieve our aims in a much wider geographical area than before
- To network and collaborate with other like-minded organisations and churches committed to the same aims

Structure, governance and management

The Charity's governing document is its Memorandum and Articles of Association incorporated 25th March 1930 as amended by Special Resolution dated 27th March 1950, Liverpool City Mission Incorporated is a Limited Company, limited by guarantee (the word "Limited" being omitted by Licence of the Board of Trade).

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

The Members of the Committee, who are also directors for the purposes of company law, who served during the year were:

Mr R A Watson

Mr J Boyle

Mr P G Smith

Recruitment and appointment of trustees

New Committee Members are appointed following nominations and voting by the existing Committee Members . Committee Members with a good balance of skills are sought.

New Committee Members undergo a full induction process and receive copies of key / relevant documents from both the Charity Commission and Companies House outlining the role and responsibilities of a charity Committee Member.

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

The Mission Director (formerly known as CEO) has primary responsibility for the finances of the Mission - controlling the budget and monitoring the investment portfolio performance.

There were three Committee Members at the end of this financial year. They are responsible for the finances of the charity, the appointment and pastoral welfare of the Mission staff, and general oversight of running of the work of the Mission. These decisions are made at periodic general meetings.

Liverpool City Mission is also affiliated to the City Mission Movement (formerly the British Association of City Missions) which networks with approximately 20 City/Town Missions in the British Isles to establish and strengthen fellowship and operational links.

The Committee Members have responsibility for setting the pay and remuneration of the charity's key personnel and this is done on an annual basis, including a formal cost of living review. There were no salary increases during the year.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

On behalf of the board of Committee Members.

Mr R A Watson

Trustee

9 April 2024

THE LIVERPOOL CITY MISSION (INCORPORATED)

INDEPENDENT EXAMINER'S REPORT

TO THE COMMITTEE MEMBERS OF THE LIVERPOOL CITY MISSION (INCORPORATED)

I report to the Committee Members on my examination of the financial statements of The Liverpool City Mission (Incorporated) (the Mission) for the year ended 31 December 2023.

This report is made solely to the charity's Committee Members, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's Committee Members those matters I am required to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Committee Members as a body, for my work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the Committee Members of the Mission (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the Mission 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 the Mission's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable 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 that in any material respect:

- 1 accounting records were not kept in respect of the Mission as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.

Jean Ellis BA FCA CTA
DSG
Castle Chambers
43 Castle Street
Liverpool
L2 9TL

Dated: 9 April 2024

THE LIVERPOOL CITY MISSION (INCORPORATED)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2023

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Notes						
Income and endowments from:							
Donations and legacies	3	84,154	16,000	100,154	54,048	16,000	70,048
Investments	4	10,583	-	10,583	10,949	-	10,949
Other income	5	-	-	-	400,115	-	400,115
Total income		94,737	16,000	110,737	465,112	16,000	481,112
Expenditure on:							
Raising funds	6	3,231	-	3,231	3,453	-	3,453
Charitable activities	7	62,614	16,000	78,614	72,210	16,000	88,210
Total expenditure		65,845	16,000	81,845	75,663	16,000	91,663
Net gains/(losses) on investments	11	12,707	-	12,707	(19,883)	-	(19,883)
Net income and movement in funds		41,599	-	41,599	369,566	-	369,566
Reconciliation of funds:							
Fund balances at 1 January 2023		970,594	-	970,594	601,028	-	601,028
Fund balances at 31 December 2023		1,012,193	-	1,012,193	970,594	-	970,594

THE LIVERPOOL CITY MISSION (INCORPORATED)

BALANCE SHEET

AS AT 31 DECEMBER 2023

		2023		2022	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	13	461,917		471,757	
Investments	14	290,111		263,165	
			752,028		734,922
Current assets					
Cash at bank and in hand		263,135		238,399	
Creditors: amounts falling due within one year	16	2,970		2,727	
Net current assets			260,165		235,672
Total assets less current liabilities			1,012,193		970,594
The funds of the Mission					
Unrestricted funds			1,012,193		970,594
			1,012,193		970,594

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2023.

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

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

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

The financial statements were approved by the Committee Members on 9 April 2024

Mr R A Watson
Trustee

Company registration number 246811 (England and Wales)

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

Charity information

The Liverpool City Mission (Incorporated) is a private company limited by guarantee incorporated in England and Wales. The registered office is Charitable Institution House, 18 Slater Street, Liverpool, L1 4BS.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Mission's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Mission is a Public Benefit Entity as defined by FRS 102.

The charity 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 Mission. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention modified to include the revaluation of fixed asset investments. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Committee Members have a reasonable expectation that the Mission has adequate resources to continue in operational existence for the foreseeable future. Thus the Committee Members 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 Committee Members in furtherance of their charitable objectives.

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

Restricted funds are subject to specific conditions by donors or grantors 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 Income

Income is recognised when the Mission 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 Mission 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.

Legacies are recognised on receipt or otherwise if the Mission 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.

Income from donated services and facilities is included at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised when there is no financial cost borne by a third party.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is accounted for on an accruals basis.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Tangible fixed assets are stated at cost less depreciation. Improvements to buildings is depreciated at the same rate applicable to the building they relate to. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings	2% straight line
Plant and machinery	20% reducing balance
Fixtures, fittings & equipment	15% reducing balance

Freehold land is not depreciated.

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 the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the Mission reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 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.

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.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the Mission transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors 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 Mission's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Mission is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

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

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

2 Critical accounting estimates and judgements

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

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

3 Income from donations and legacies

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Donations and gifts	52,954	16,000	68,954	54,048	16,000	70,048
Legacies receivable	31,200	-	31,200	-	-	-
	<u>84,154</u>	<u>16,000</u>	<u>100,154</u>	<u>54,048</u>	<u>16,000</u>	<u>70,048</u>

4 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Income from listed investments	10,058	10,949
Interest receivable	525	-
	<u>10,583</u>	<u>10,949</u>

5 Other income

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Net gain on disposal of tangible fixed assets	-	400,115

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

6 Raising funds

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Investment management	3,231	3,453
	<u>3,231</u>	<u>3,453</u>

7 Expenditure on charitable activities

	Charitable activities	Charitable activities
	2023	2022
	£	£
Direct costs		
Staff costs	46,370	46,628
Depreciation and impairment	9,840	9,894
Premises expenses	7,951	2,876
Office expenses	1,431	1,748
Cafe outreach	2,575	621
Medicash	753	890
Legal and professional fees	3,480	16,325
Repairs and renewals	3,274	6,418
	<u>75,674</u>	<u>85,400</u>
Share of support and governance costs (see note 8)		
Governance	2,940	2,810
	<u>78,614</u>	<u>88,210</u>
Analysis by fund		
Unrestricted funds	62,614	72,210
Restricted funds	16,000	16,000
	<u>78,614</u>	<u>88,210</u>

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

8 Support costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022
	£	£	£	£	£	£
Independent examination fees	-	2,940	2,940	-	2,810	2,810
	-	2,940	2,940	-	2,810	2,810
Analysed between Charitable activities	-	2,940	2,940	-	2,810	2,810

Governance costs includes payments to the independent examiner of £2,940 (2022: £2,810).

9 Committee Members

With the exception of Mr R A Watson, as disclosed in note 10, none of the Committee Members (or any persons connected with them) received any remuneration during the year, and no Committee Members were reimbursed for travelling expenses (2022: £nil).

10 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Activities in furtherance of the charity's objectives	3	3
Employment costs	2023 £	2022 £
Wages and salaries	43,426	45,028
Social security costs	-	576
Other pension costs	2,944	1,024
	46,370	46,628

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

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2023 £	2022 £
Aggregate compensation	25,201	23,671

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

10 Employees

(Continued)

The position of Mission Director (remunerated and formerly known as CEO) is occupied by Mr R Watson (an existing Trustee). The procedure for the appointment was guided, and approved by, the Charity Commission. This position has now been incorporated into the shared responsibilities of the Chair of Trustees under the title of Executive Chairman. This position represents key management personnel of the charity.

11 Gains and losses on investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Gains/(losses) arising on:		
Revaluation of investments	12,378	(19,871)
Sale of investments	329	(12)
	<u>12,707</u>	<u>(19,883)</u>

12 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

13 Tangible fixed assets

	Land and buildings £	Plant and machinery £	Fixtures, fittings & equipment £	Total £
Cost				
At 1 January 2023	<u>480,000</u>	<u>29,082</u>	<u>26,396</u>	<u>535,478</u>
At 31 December 2023	<u>480,000</u>	<u>29,082</u>	<u>26,396</u>	<u>535,478</u>
Depreciation and impairment				
At 1 January 2023	9,600	28,351	25,770	63,721
Depreciation charged in the year	<u>9,600</u>	<u>146</u>	<u>94</u>	<u>9,840</u>
At 31 December 2023	<u>19,200</u>	<u>28,497</u>	<u>25,864</u>	<u>73,561</u>
Carrying amount				
At 31 December 2023	<u>460,800</u>	<u>585</u>	<u>532</u>	<u>461,917</u>
At 31 December 2022	<u>470,400</u>	<u>731</u>	<u>626</u>	<u>471,757</u>

The Mission owns or has been appointed Trustee for certain properties for which no original cost value is shown in the above figures. The properties are used in furtherance of the charity's objectives.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

14 Fixed asset investments

	Listed investments £
Cost or valuation	
At 31 December 2023	263,165
Additions	42,975
Valuation changes	12,378
Disposals	(28,407)
At 31 December 2023	290,111
Carrying amount	
At 31 December 2023	290,111
At 31 December 2022	263,165

15 Financial instruments	2023 £	2022 £
Carrying amount of financial assets		
Instruments measured at fair value through the statement of financial activities	290,111	263,165
16 Creditors: amounts falling due within one year		
	2023 £	2022 £
Accruals and deferred income	2,970	2,727

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:

	At 1 January 2023 £	Incoming resources £	Resources expended £	At 31 December 2023 £
Salary contributions	-	16,000	(16,000)	-

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

17 Restricted funds (Continued)

Previous year:	At 1 January 2022	Incoming resources	Resources expended	At 31 December 2022
	£	£	£	£
Salary contributions	-	16,000	(16,000)	-

Salary contributions are funds received from churches to help fund the payroll costs of the charity.

18 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 January 2023	Incoming resources	Resources expended	Transfers	Gains and losses	At 31 December 2023
	£	£	£	£	£	£
Tangible fixed asset fund	471,757	-	-	(9,840)	-	461,917
New premises fund	450,000	-	-	-	-	450,000
General funds	48,837	94,737	(65,845)	9,840	12,707	100,276
	<u>970,594</u>	<u>94,737</u>	<u>(65,845)</u>	<u>-</u>	<u>12,707</u>	<u>1,012,193</u>

Previous year:	At 1 January 2022	Incoming resources	Resources expended	Transfers	Gains and losses	At 31 December 2022
	£	£	£	£	£	£
Tangible fixed asset fund	80,386	-	-	391,371	-	471,757
New premises fund	200,000	-	-	250,000	-	450,000
General funds	320,642	465,112	(75,663)	(641,371)	(19,883)	48,837
	<u>601,028</u>	<u>465,112</u>	<u>(75,663)</u>	<u>-</u>	<u>(19,883)</u>	<u>970,594</u>

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund reflects the net book value of the tangible fixed assets used operationally by the charity.

With the sale of two properties in the previous year the trustees have increased the new premises fund to reflect the intention to acquire replacement buildings. LCM is a tenant at 18 Slater Street and has set aside funds as an option to purchase the building.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

19 Related party transactions

Other than key management salaries disclosed in note 10, there were no other related party transactions in the year.

LIVERPOOL CITY MISSION (INCORPORATED)

England & Wales - Charity number 234521

Accounts

Charity registration number 234521

Company registration number 246811 (England and Wales)

THE LIVERPOOL CITY MISSION (INCORPORATED)
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

THE LIVERPOOL CITY MISSION (INCORPORATED)

LEGAL AND ADMINISTRATIVE INFORMATION

Committee Members	Mr R A Watson Mr J Boyle Mr P G Smith
Charity number	234521
Company number	246811
Registered office	18 Slater Street Liverpool L1 4BS
Principal address	Charitable Institution House 18 Slater Street Liverpool L1 4BS
Independent examiner	Jean Ellis BA FCA CTA DSG Castle Chambers 43 Castle Street Liverpool L2 9TL
Bankers	Barclays Bank Plc Lord Street Liverpool L2 1TD
Solicitors	Fiona Bruce & Co LLP Solicitors 3 Grappenhall Road Stockton Heath Warrington WA4 2AH
Investment advisors	Evelyn Royal Liver Building Liverpool L3 1NY

THE LIVERPOOL CITY MISSION (INCORPORATED)

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Balance sheet	7
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THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2022

The Committee Members present their annual report and financial statements for the year ended 31 December 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 Mission's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objectives of the charity are to promote the diffusion of religious knowledge and thought throughout the City of Liverpool and the neighbouring districts in Lancashire and Cheshire known as Merseyside and generally to assist and encourage the moral welfare of the citizens.

We aim to present the Christian message of the gospel of Jesus Christ as written in the Holy Scriptures to men, women and children with particular emphasis on reaching out to those in need, whatever those needs may be. Every day we will preach Christ by our words and actions. The policies adopted in furtherance of these objects are to invest in the relief and rescue work of the Mission discarding extraneous, core-activities.

The charity's key objectives for the year were:-

- To minister to those in poverty, needy, vulnerable and those with addiction problems in and around Liverpool, using whatever means possible within the range of our possible resources.
- To relocate the city centre headquarters to a new location and building more suited to our needs with less overheads.
- To provide community outreach services and activities at our principal locations.
- To look for new partners to work closely with to achieving our aims.
- To convey the gospel of Jesus Christ clearly and relevantly to those we reach.
- To support and provide guidance to churches affiliated to the charity.
- To integrate the former work and congregation at New Road with AC Mitchell.
- To recruit expertise to improve the Mission's communications and technology use.
- To set and closely manage a financial budget for the year through faithful stewardship.

The Committee Members have paid due regard to guidance issued by the Charity Commission in deciding what activities the Mission should undertake.

The Committee Members confirm that they have referred to the general guidance contained in the Charity Commission's "general guidance on public benefit" when reviewing the Mission's aims and objectives, and in the planning of activities.

The Charity makes considerable use of volunteers in the course of its activities at the various locations throughout Liverpool. We look to grow and recruit our pool of volunteers to strengthen our teams. We have been especially delighted to welcome as volunteers, students studying at local universities and they have brought much enthusiasm and vibrance to our outreach work. Most volunteers come from local churches, although not exclusively.

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Achievements and performance

- All our Mission halls were able to successfully reopen following Covid-19 lockdowns.
- We successfully relocated our Administration and Resource Centre to our new Headquarters at 8 Slater Street, in the city centre.
- Our staff were able to return to work and recommence their roles and responsibilities.
- We were able to make some minor improvements to our buildings and update some equipment.
- We were able to distribute some food and clothing along with toiletries and essentials to those in need.
- We relaunched our newsletter, updates and other digital communications.
- Many volunteers supported the work.
- Our church in Norris Green, AC Mitchell, successfully welcomed the former members from New Road Church in Tuebrook to form 'AC Mitchell (Inc. New Road Church)'.
- We were able to benefit from seconded support for one day per week to improve communication methods and our understanding and use of modern technology.
- A budget was set and agreed at the beginning of the year, and regularly monitored.
- A number of essential policies were reviewed and implemented.

Financial review

The results for the year and the charity's financial position at the end of the year are shown in the attached financial statements.

The charity received incoming resources of £481,112 (2021: £93,907) and expended £91,663 (2021: £63,924) which, after net losses on investments of £19,883, (2021: gains of £29,034) resulted in a net increase in funds of £369,566 (2021: net increase of £59,017). The balance sheet of the charity remains strong with a total asset value of £970,594 (2021: £601,028).

The exceptional increase in income is the net result of the sale of two buildings owned by the Mission, the Mount Pleasant Headquarters and New Road Church.

It was a credit to the good management of the finances over recent years, and the courage to take difficult decisions, that we were able to record a strong cash flow surplus, higher than expectations and in any previous period for some time. As a result, the Mission's ministries and services will have a stronger platform to operate from in coming years, and will help to sustain the work for many years to come. We operated within the limits set for expenditure and pleased to record a surplus of £124,849 (2021: £29,983) before gains/losses on investments. A higher than normal surplus was due to the disposal of assets.

Principal funding sources are donations from Liverpool City Mission Churches, investments, individual gifts, trusts grants, small cash donations, Gift Aid and local organisations support.

Reserves policy

It is the policy of the charity that unrestricted funds that have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Committee Members consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Approximately 70% of our current asset value has emanated from the sale of three buildings, and the combined value of the sale proceeds has been 'ring-fenced' for the future purchase or lease of replacement buildings including new city centre headquarters. The level of reserves has been maintained throughout the year.

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

It was a credit to the good management of the finances over recent years, and the courage to take difficult decisions, that we were able to record a strong cash flow surplus, higher than expectations and in any previous period for some time. As a result, the Mission's ministries and services will have a stronger platform to operate from in coming years, and will help to sustain the work for many years to come. We operated within the limits set for expenditure and pleased to record a surplus of £124,849 (2021: £29,983) before gains on investments.

Risk factors

The Committee Members have assessed the major risks to which the Mission is exposed, and are satisfied that systems or procedures have been established and are in place to manage those risks.

Plans for future periods

- To maintain a tight control of our operating costs and seek to increase income
- To expand our outreach services at various locations to be designated Community Hubs
- To establish our new location as a significant site to promote the Christian gospel
- To provide practical support services to our affiliated churches
- To review and help resource the range of services and facilities provided in our affiliated churches in order to achieve our aims in a much wider geographical area than before
- To network and collaborate with other like-minded organisations and churches committed to the same aims

Structure, governance and management

The Charity's governing document is its Memorandum and Articles of Association incorporated 25th March 1930 as amended by Special Resolution dated 27th March 1950, Liverpool City Mission Incorporated is a Limited Company, limited by guarantee (the word "Limited" being omitted by Licence of the Board of Trade).

The Members of the Committee, who are also directors for the purposes of company law, who served during the year were:

Mr R A Watson
Mr J Boyle
Mr P G Smith

New Committee Members are appointed following nominations and voting by the existing Committee Members. Committee Members with a good balance of skills are sought.

New Committee Members undergo a full induction process and receive copies of key / relevant documents from both the Charity Commission and Companies House outlining the role and responsibilities of a charity Committee Member.

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

The Mission Director (formerly known as CEO) has primary responsibility for the finances of the Mission - controlling the budget and monitoring the investment portfolio performance.

There were three Committee Members at the end of this financial year. They are responsible for the finances of the charity, the appointment and pastoral welfare of the Mission staff, and general oversight of running of the work of the Mission. These decisions are made at periodic general meetings.

Liverpool City Mission is also affiliated to the City Mission Movement (formerly the British Association of City Missions) which networks with approximately 20 City/Town Missions in the British Isles to establish and strengthen fellowship and operational links.

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 DECEMBER 2022*

The Committee Members have responsibility for setting the pay and remuneration of the charity's key personnel and this is done on an annual basis, including a formal cost of living review. There were no salary increases during the year.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

On behalf of the board of Committee Members.

Mr R A Watson

Trustee

14 June 2023

THE LIVERPOOL CITY MISSION (INCORPORATED)

INDEPENDENT EXAMINER'S REPORT

TO THE COMMITTEE MEMBERS OF THE LIVERPOOL CITY MISSION (INCORPORATED)

I report to the Committee Members on my examination of the financial statements of The Liverpool City Mission (Incorporated) (the Mission) for the year ended 31 December 2022.

This report is made solely to the charity's Committee Members, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's Committee Members those matters I am required to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Committee Members as a body, for my work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the Committee Members of the Mission (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the Mission 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 the Mission's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the Mission's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of , which is one of the listed bodies.

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 that in any material respect:

- 1 accounting records were not kept in respect of the Mission as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.

Jean Ellis BA FCA CTA
DSG
Castle Chambers
43 Castle Street
Liverpool
L2 9TL

Dated: 14 June 2023

THE LIVERPOOL CITY MISSION (INCORPORATED)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Notes							
<u>Income and endowments from:</u>							
Donations and legacies	3	54,048	16,000	70,048	35,169	16,000	51,169
Investments	4	10,949	-	10,949	17,497	-	17,497
Other income	5	400,115	-	400,115	25,241	-	25,241
Total income		465,112	16,000	481,112	77,907	16,000	93,907
<u>Expenditure on:</u>							
Raising funds	6	3,453	-	3,453	5,001	-	5,001
Charitable activities	7	72,210	16,000	88,210	42,923	16,000	58,923
Total expenditure		75,663	16,000	91,663	47,924	16,000	63,924
Net gains/(losses) on investments	11	(19,883)	-	(19,883)	29,034	-	29,034
Net movement in funds		369,566	-	369,566	59,017	-	59,017
Fund balances at 1 January 2022		601,028	-	601,028	542,011	-	542,011
Fund balances at 31 December 2022		970,594	-	970,594	601,028	-	601,028

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

THE LIVERPOOL CITY MISSION (INCORPORATED)

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	13		471,757		80,386
Investments	14		263,165		344,642
			<u>734,922</u>		<u>425,028</u>
Current assets					
Debtors	16	-		4,000	
Cash at bank and in hand		238,399		174,728	
		<u>238,399</u>		<u>178,728</u>	
Creditors: amounts falling due within one year	17	(2,727)		(2,728)	
Net current assets			235,672		176,000
Total assets less current liabilities			<u>970,594</u>		<u>601,028</u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	19	921,757		280,386	
General unrestricted funds		<u>48,837</u>		<u>320,642</u>	
			970,594		601,028
			<u>970,594</u>		<u>601,028</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2022.

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

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

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

The financial statements were approved by the Committee Members on 14 June 2023

Mr R A Watson
Trustee

Company registration number 246811

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

The Liverpool City Mission (Incorporated) is a private company limited by guarantee incorporated in England and Wales. The registered office is Charitable Institution House, 18 Slater Street, Liverpool, L1 4BS.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Mission's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Mission is a Public Benefit Entity as defined by FRS 102.

The charity 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 Mission. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention modified to include the revaluation of fixed asset investments. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Committee Members have a reasonable expectation that the Mission has adequate resources to continue in operational existence for the foreseeable future. Thus the Committee Members 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 Committee Members in furtherance of their charitable objectives.

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

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 Income

Income is recognised when the Mission 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 Mission 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.

Legacies are recognised on receipt or otherwise if the Mission 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.

Income from donated services and facilities is included at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised when there is no financial cost borne by a third party.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is accounted for on an accruals basis.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Tangible fixed assets are stated at cost less depreciation. Improvements to buildings is depreciated at the same rate applicable to the building they relate to. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings	2% straight line
Property improvements	2% straight line
Plant and machinery	20% reducing balance
Fixtures, fittings & equipment	15% reducing balance

Freehold land is not depreciated.

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 the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the Mission reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 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.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.10 Financial instruments

The Mission 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 Mission's balance sheet when the Mission 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.

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the Mission transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors 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 Mission's contractual obligations expire or are discharged or cancelled.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Mission is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

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

2 Critical accounting estimates and judgements

In the application of the Mission's accounting policies, the Committee Members 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 LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

3 Donations and legacies	Unrestricted funds		Restricted funds		Total	
	2022	2022	2022	2022	2022	2021
	£	£	£	£	£	£
Donations and gifts	54,048	16,000	70,048	35,169	16,000	51,169

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

4 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Income from listed investments	9,001	17,497
Interest receivable	1,948	-
	<u>10,949</u>	<u>17,497</u>

5 Other income

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Net gain on disposal of tangible fixed assets	400,115	-
CJRS Income	-	25,241
	<u>400,115</u>	<u>25,241</u>

6 Raising funds

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Investment management	3,453	5,001
	<u>3,453</u>	<u>5,001</u>

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

7 Charitable activities

	2022 £	2021 £
Staff costs	46,628	46,630
Depreciation and impairment	9,894	2,879
Premises expenses	2,876	2,248
Office expenses	1,748	925
Cafe outreach	621	-
Medicash	890	821
Legal and professional fees	16,325	2,590
Repairs and renewals	6,418	700
	<u>85,400</u>	<u>56,793</u>
Share of governance costs (see note 8)	2,810	2,130
	<u>88,210</u>	<u>58,923</u>
Analysis by fund		
Unrestricted funds	72,210	42,923
Restricted funds	16,000	16,000
	<u>88,210</u>	<u>58,923</u>

8 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Independent examination fees	-	2,810	2,810	-	2,130	2,130
	<u>-</u>	<u>2,810</u>	<u>2,810</u>	<u>-</u>	<u>2,130</u>	<u>2,130</u>
Analysed between						
Charitable activities	-	2,810	2,810	-	2,130	2,130
	<u>-</u>	<u>2,810</u>	<u>2,810</u>	<u>-</u>	<u>2,130</u>	<u>2,130</u>

Governance costs includes payments to the independent examiner of £2,810 (2021: £2,130).

9 Committee Members

With the exception of Mr R A Watson, as disclosed in note 20, none of the Committee Members (or any persons connected with them) received any remuneration during the year, and none of them were reimbursed for travelling expenses (2021: £nil).

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

10 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Activities in furtherance of the charity's objectives	3	3

Employment costs

	2022 £	2021 £
Wages and salaries	45,028	43,229
Social security costs	576	2,377
Other pension costs	1,024	1,024
	46,628	46,630

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

11 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Revaluation of investments	(19,871)	24,129
Gain/(loss) on sale of investments	(12)	4,905
	(19,883)	29,034

12 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

13 Tangible fixed assets

	Land and buildings	Property improvements	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£	£	£
Cost					
At 1 January 2022	75,400	50,566	29,082	26,396	181,444
Additions	480,000	-	-	-	480,000
Disposals	(75,400)	(50,566)	-	-	(125,966)
At 31 December 2022	480,000	-	29,082	26,396	535,478
Depreciation and impairment					
At 1 January 2022	37,192	10,039	28,168	25,659	101,058
Depreciation charged in the year	9,600	-	183	111	9,894
Eliminated in respect of disposals	(37,192)	(10,039)	-	-	(47,231)
At 31 December 2022	9,600	-	28,351	25,770	63,721
Carrying amount					
At 31 December 2022	470,400	-	731	626	471,757
At 31 December 2021	38,208	40,527	914	737	80,386

The Mission owns or has been appointed Trustee for certain properties for which no original cost value is shown in the above figures. The properties are used in furtherance of the charity's objectives.

14 Fixed asset investments

	Listed investments £
Cost or valuation	
At 31 December 2022	344,642
Additions	7,651
Valuation changes	(19,871)
Disposals	(69,257)
At 31 December 2022	263,165
Carrying amount	
At 31 December 2022	263,165
At 31 December 2021	344,642

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

15	Financial instruments	2022	2021
		£	£
	Carrying amount of financial assets		
	Instruments measured at fair value through the statement of financial activities	263,165	344,642
16	Debtors	2022	2021
		£	£
	Amounts falling due within one year:		
	Other debtors	-	4,000
17	Creditors: amounts falling due within one year	2022	2021
		£	£
	Accruals and deferred income	2,727	2,728
18	Restricted funds		

The income funds of the Charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds		
	Incoming resources	Resources expended	Balance at 1 January 2022	Incoming resources	Resources expended	Balance at 31 December 2022
	£	£	£	£	£	£
Salary contributions	16,000	(16,000)	-	16,000	(16,000)	-

Salary contributions are funds received from churches to help fund the payroll costs of the charity.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

19 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2021	Resources expended	Balance at 1 January 2022	Transfers	Balance at 31 December 2022
	£	£	£	£	£
Tangible fixed asset fund	83,265	(2,879)	80,386	391,371	471,757
New premises fund	200,000	-	200,000	250,000	450,000
	<u>283,265</u>	<u>(2,879)</u>	<u>280,386</u>	<u>641,371</u>	<u>921,757</u>

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund reflects the net book value of the tangible fixed assets used operationally by the charity.

With the sale of two properties in the year the trustees have increased the new premises fund to reflect the intention to acquire replacement buildings. LCM is a tenant at 18 Slater Street and has set aside funds as an option to purchase the building.

20 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022 £	2021 £
Aggregate compensation	<u>23,671</u>	<u>23,718</u>

The position of Mission Director (remunerated and formerly known as CEO) is occupied by Mr R Watson (an existing Trustee). The procedure for the appointment was guided, and approved by, the Charity Commission. This position has now been incorporated into the shared responsibilities of the Chair of Trustees under the title of Executive Chairman. This position represents key management personnel of the charity.

There were no other related party transactions in the year.

LIVERPOOL CITY MISSION (INCORPORATED)

England & Wales - Charity number 234521

Accounts

Charity registration number 234521

Company registration number 246811 (England and Wales)

THE LIVERPOOL CITY MISSION (INCORPORATED)
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

THE LIVERPOOL CITY MISSION (INCORPORATED)

LEGAL AND ADMINISTRATIVE INFORMATION

Committee Members	Mr R A Watson Mr J Boyle Mr P G Smith
Charity number	234521
Company number	246811
Principal address	20 Mount Pleasant Liverpool L3 5RY
Registered office	20 Mount Pleasant Liverpool L3 5RY
Independent examiner	Jean Ellis BA FCA CTA DSG Castle Chambers 43 Castle Street Liverpool L2 9TL
Bankers	Barclays Bank Plc Lord Street Liverpool
Solicitors	Fiona Bruce & Co LLP Solicitors 3 Grappenhall Road Stockton Heath Warrington
Investment advisors	Tilney Bestinvest Royal Liver Building Liverpool

THE LIVERPOOL CITY MISSION (INCORPORATED)

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THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2021

The Committee Members present their annual report and financial statements for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Mission's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objectives of the charity are to promote the diffusion of religious knowledge and thought throughout the City of Liverpool and the neighbouring districts in Lancashire and Cheshire known as Merseyside and generally to assist and encourage the moral welfare of the citizens.

We aim to present the Christian message of the gospel of Jesus Christ as written in the Holy Scriptures to men, women and children with particular emphasis on reaching out to those in need, whatever those needs may be. Every day we will preach Christ by our words and actions. The policies adopted in furtherance of these objects are to invest in the relief and rescue work of the Mission discarding extraneous, core-activities.

The charity's key objectives for the year were:-

- To minister to those in poverty, needy, vulnerable and those with addiction problems in and around Liverpool, using whatever means possible within the range of our possible resources.
- To run an outreach work providing a safe warm and friendly environment, free hot meals and drinks, clothing, bedding and food, counsel and spiritual counsel.
- To convey the gospel of Jesus Christ clearly and relevantly to those we reach.
- To support and provide guidance to churches affiliated to the charity.
- To set and closely manage a financial budget for the year through faithful stewardship.

The Committee Members have paid due regard to guidance issued by the Charity Commission in deciding what activities the Mission should undertake.

The Trustees confirm that they have referred to the general guidance contained in the Charity Commission's "general guidance on public benefit" when reviewing the Missions aims and objectives, and in the planning of activities.

The Charity makes considerable use of volunteers in the course of its activities at the outreach centre. Duties include:- Assisting in the preparation and serving of food, washing dishes and clearing up, sorting tinned foods and clothing and giving these out to those in need. A number of new volunteers were recruited during the year and we look to grow our pool of volunteers in the future. We have been delighted to welcome as volunteers, students studying at local universities and they have brought much enthusiasm and vibrance to our outreach work. Most volunteers come from local churches, although not exclusively.

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

Achievements and performance

- As Government restrictions began to ease towards the year end, our Mission Halls were able to reopen and resume most of their usual services and outreach activities.
- Prior to lockdown, we were able to maintain a service of providing regular breakfasts for homeless 'rough-sleepers' from our City Centre café. This work is run by various staff members and local volunteers.
- Our staff were on hand to provide personal counselling and help to those in need.
- We were able to make some minor improvements to our buildings and update some equipment.
- We were able to distribute some food and clothing along with toiletries and essentials to those in need.
- Due to Covid restrictions for ourselves and other organisations, we were only able to promote our work online, through newsletter updates and other remote methods.
- Many volunteers supported the work, without whose help much of the work would not be possible. We are grateful to all who contributed at different times.
- A budget was set and agreed at the beginning of the year, and regularly monitored.
- A number of essential policies were reviewed and implemented during the year.

Financial review

The charity received incoming resources of £93,907 (2020: £113,902) and expended £63,924 (2020: £69,553) which, after net gains on investments of £29,034 (2020: losses of £22,827), resulted in a net increase in funds of £59,017 (2020: £21,522). The balance sheet of the charity remains strong with a net asset value of £601,028 (2020: £542,011).

No funds were materially in deficit during 2021.

Principal funding sources are donations from Liverpool City Mission Churches, investments, individuals, trusts, Government return to work grants, personal donations, Gift Aid and local organisations support.

It is the policy of the charity that unrestricted funds that have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Approximately 50% of our current reserves have emanated from the sale of buildings, and this amount has been 'ring-fenced' for the future purchase of new buildings. The level of reserves has been maintained throughout the year.

It was a credit to the good management of the finances over recent years, and the courage to take difficult decisions, that we were able to record a strong cash flow surplus, higher than expectations and in any previous period for some time. As a result, the Mission's ministries and services will have a stronger platform to operate from in coming years, and will help to sustain the work for many years to come. We operated within the limits set for expenditure and pleased to record a surplus of £29,983 before gains on investments.

Risk factors

The trustees have assessed the major risks to which the Mission is exposed, and are satisfied that systems or procedures have been established and are in place to manage those risks.

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

Plans for future periods

- To maintain a tight control of our operating costs and seek to increase income
- To expand our outreach services at various locations to be known as Community Hubs
- To assess if the City Centre outreach to homeless men and women can continue in its previous form and from the same location, in light of identified restrictions
- To review and if necessary dispose of any assets that are no-longer serving their purpose and redeploy the proceeds in more effective areas
- To provide counsel and practical support services to our affiliated churches
- To review the range of services and facilities provided in our affiliated churches in order to achieve our aims in a much wider geographical area than the city centre
- To network and collaborate with other like-minded organisations and churches committed to the same aims

Structure, governance and management

The Charity's governing document is its Memorandum and Articles of Association incorporated 25th March 1930 as amended by Special Resolution dated 27th March 1950, Liverpool City Mission Incorporated is a Limited Company, limited by guarantee (the word "Limited" being omitted by Licence of the Board of Trade).

The Members of the Committee, who are also directors for the purposes of company law, who served during the year were:

Mr R A Watson

Mr J Boyle

Mr P G Smith

New trustees are appointed following nominations and voting by the existing trustees. Trustees with a good balance of skills are sought.

New trustees undergo a full induction process and receive copies of key / relevant documents from both the Charity Commission and Companies House outlining the role and responsibilities of a charity trustee.

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

The Mission Director (formerly known as CEO) has primary responsibility for the finances of the Mission. Controlling the budget and monitoring the investment portfolio performance.

There were three Trustees at the end of this financial year. They are responsible for the finances of the charity, the appointment and pastoral welfare of the Mission staff, and general oversight of running of the work of the Mission. These decisions are made at periodic general meetings.

Liverpool City Mission is also affiliated to the City Mission Movement (formerly the British Association of City Missions) which networks with approximately 20 City/Town Missions in the British Isles to establish and strengthen fellowship and operational links.

The Trustees have responsibility for setting the pay and remuneration of the charity's key personnel and this is done on an annual basis, including a formal cost of living review.

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 DECEMBER 2021*

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

On behalf of the board of Committee Members.

Mr R A Watson
Trustee

10 May 2022

THE LIVERPOOL CITY MISSION (INCORPORATED)

INDEPENDENT EXAMINER'S REPORT

TO THE COMMITTEE MEMBERS OF THE LIVERPOOL CITY MISSION (INCORPORATED)

I report to the Committee Members on my examination of the financial statements of The Liverpool City Mission (Incorporated) (the Mission) for the year ended 31 December 2021.

Responsibilities and basis of report

As the Committee Members of the Mission (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the Mission 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 the Mission's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable 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 that in any material respect:

- 1 accounting records were not kept in respect of the Mission as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.

Jean Ellis BA FCA CTA
DSG

Castle Chambers
43 Castle Street
Liverpool
L2 9TL

Dated: 10 May 2022

THE LIVERPOOL CITY MISSION (INCORPORATED)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
<u>Income and endowments from:</u>							
Donations and legacies	2	35,169	16,000	51,169	54,626	23,000	77,626
In furtherance of the charity's objectives	3	-	-	-	2,400	-	2,400
Investments	4	17,497	-	17,497	12,593	-	12,593
Other income	5	25,241	-	25,241	21,283	-	21,283
Total income		77,907	16,000	93,907	90,902	23,000	113,902
<u>Expenditure on:</u>							
Raising funds	6	5,001	-	5,001	4,839	-	4,839
Charitable activities	7	42,923	16,000	58,923	41,714	23,000	64,714
Total expenditure		47,924	16,000	63,924	46,553	23,000	69,553
Net gains/(losses) on investments	11	29,034	-	29,034	(22,827)	-	(22,827)
Net movement in funds		59,017	-	59,017	21,522	-	21,522
Fund balances at 1 January 2021		542,011	-	542,011	520,489	-	520,489
Fund balances at 31 December 2021		601,028	-	601,028	542,011	-	542,011

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

THE LIVERPOOL CITY MISSION (INCORPORATED)

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	12		80,386		83,265
Investments	13		344,642		389,361
			<u>425,028</u>		<u>472,626</u>
Current assets					
Debtors	14	4,000		3,000	
Cash at bank and in hand		174,728		69,340	
		<u>178,728</u>		<u>72,340</u>	
Creditors: amounts falling due within one year	15	(2,728)		(2,955)	
Net current assets			176,000		69,385
Total assets less current liabilities			<u>601,028</u>		<u>542,011</u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	17	280,386		283,265	
General unrestricted funds		320,642		258,746	
		<u>601,028</u>		<u>542,011</u>	
			<u>601,028</u>		<u>542,011</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2021.

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

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

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

The financial statements were approved by the Committee Members on 10 May 2022

Mr R A Watson
Trustee

Company registration number 246811

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

The Liverpool City Mission (Incorporated) is a private company limited by guarantee incorporated in England and Wales. The registered office is 20 Mount Pleasant, Liverpool, L3 5RY.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Mission's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Mission is a Public Benefit Entity as defined by FRS 102.

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

The accounts have been prepared under the historical cost convention modified to include the revaluation of fixed asset investments. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Committee Members have a reasonable expectation that the Mission has adequate resources to continue in operational existence for the foreseeable future. Thus the Committee Members continue to adopt the going concern basis of accounting in preparing the financial statements. In making this assessment the Committee Members have considered the impact of potential operational challenges posed by Covid-19.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Committee Members in furtherance of their charitable objectives.

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

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 Income

Income is recognised when the Mission 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 Mission 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.

Legacies are recognised on receipt or otherwise if the Mission 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.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is accounted for on an accruals basis.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Tangible fixed assets are stated at cost less depreciation. Improvements to buildings is depreciated at the same rate applicable to the building they relate to. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings	2% straight line
Property improvements	2% straight line
Plant and machinery	20% reducing balance
Fixtures, fittings & equipment	15% reducing balance

Freehold land is not depreciated.

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 the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the Mission reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 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.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.10 Financial instruments

The Mission 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 Mission's balance sheet when the Mission 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.

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the Mission transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors 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 Mission's contractual obligations expire or are discharged or cancelled.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies (Continued)

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Mission is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

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

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021 £	2021 £	2021 £	2020 £	2020 £	2020 £
Donations and gifts	35,169	16,000	51,169	54,626	23,000	77,626

3 In furtherance of the charity's objectives

	2020 £
	2020 £
Charitable rental income	2,400

4 Investments

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Income from listed investments	17,497	12,593

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

5 Other income

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
CJRS Income	25,241	21,283
	<u>25,241</u>	<u>21,283</u>

6 Raising funds

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
<u>Investment management</u>	5,001	4,839
	<u>5,001</u>	<u>4,839</u>

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7 Charitable activities

	2021 £	2020 £
Staff costs	46,630	44,907
Depreciation and impairment	2,879	2,958
Office expenses	390	2,863
Insurance	1,858	1,741
Sundry expenses	925	1,512
Cafe outreach	-	5,762
Medicash	821	821
Legal and professional fees	2,590	720
Repairs and renewals	700	292
	<u>56,793</u>	<u>61,576</u>
Share of governance costs (see note 8)	2,130	3,138
	<u>58,923</u>	<u>64,714</u>
Analysis by fund		
Unrestricted funds	42,923	41,714
Restricted funds	16,000	23,000
	<u>58,923</u>	<u>64,714</u>

8 Support costs

	Support costs £	Governance costs £	2021 £	2020 £	Basis of allocation
Independent examination costs	-	2,130	2,130	3,138	Governance
	<u>-</u>	<u>2,130</u>	<u>2,130</u>	<u>3,138</u>	
Analysed between					
Charitable activities	-	2,130	2,130	3,138	
	<u>-</u>	<u>2,130</u>	<u>2,130</u>	<u>3,138</u>	

Governance costs includes payments to the independent examiner of £2,130 (2020: £3,138) for examination fees and £nil (2020: £nil) for other services.

9 Committee Members

With the exception of Mr R A Watson, as disclosed in note 18, none of the Committee Members (or any persons connected with them) received any remuneration during the year, and none of them were reimbursed for travelling expenses (2020: £nil).

THE LIVERPOOL CITY MISSION (INCORPORATED)

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

10 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Activities in furtherance of the charity's objectives	3	2

Employment costs

	2021 £	2020 £
Wages and salaries	43,229	42,311
Social security costs	2,377	1,816
Other pension costs	1,024	780
	<u>46,630</u>	<u>44,907</u>

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

11 Net gains/(losses) on investments

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Revaluation of investments	24,129	(18,122)
Gain/(loss) on sale of investments	4,905	(4,705)
	<u>29,034</u>	<u>(22,827)</u>

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

12 Tangible fixed assets

	Land and buildings	Property improvements	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£	£	£
Cost					
At 1 January 2021	75,400	50,566	29,082	26,396	181,444
At 31 December 2021	75,400	50,566	29,082	26,396	181,444
Depreciation and impairment					
At 1 January 2021	35,684	9,027	27,939	25,529	98,179
Depreciation charged in the year	1,508	1,012	229	130	2,879
At 31 December 2021	37,192	10,039	28,168	25,659	101,058
Carrying amount					
At 31 December 2021	38,208	40,527	914	737	80,386
At 31 December 2020	39,716	41,539	1,143	867	83,265

The Mission owns or has been appointed Trustee for certain properties for which no original cost value is shown in the above figures. The properties are used in furtherance of the charity's objectives.

13 Fixed asset investments

	Listed investments £
Cost or valuation	
At 31 December 2021	389,361
Additions	37,290
Valuation changes	24,129
Disposals	(106,138)
At 31 December 2021	344,642
Carrying amount	
At 31 December 2021	344,642
At 31 December 2020	389,361

Fixed asset investments revalued

Investments are included at revalued amounts, being the market value of shares at the year end. The historical cost of the shares was £314,473 (2020: £379,157).

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

14 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	4,000	3,000

15 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	2,728	2,955

16 Restricted funds

The income funds of the Charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds		
	Incoming resources	Resources expended ¹	Balance at January 2021	Incoming resources	Resources expended	Balance at 31 December 2021
	£	£	£	£	£	£
Salary contributions	23,000	(23,000)	-	16,000	(16,000)	-

Salary contributions are funds received from churches to help fund the payroll costs of the charity.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

17 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2020	Resources expended	Balance at 1 January 2021	Resources expended	Balance at 31 December 2021
	£	£	£	£	£
Tangible fixed asset fund	86,223	(2,958)	83,265	(2,879)	80,386
New premises fund	200,000	-	200,000	-	200,000
	<u>286,223</u>	<u>(2,958)</u>	<u>283,265</u>	<u>(2,879)</u>	<u>280,386</u>

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund reflects the net book value of the tangible fixed assets used operationally by the charity.

Premises at Jubilee Drive were disposed of in 2015. It is intended that this building will be replaced with larger premises when they become available and affordable. The search for a suitable building is ongoing and therefore a new premises fund has been set aside for this purpose.

18 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021 £	2020 £
Aggregate compensation	<u>23,718</u>	<u>23,417</u>

The position of Mission Director (remunerated and formerly known as CEO) is occupied by Mr R Watson (an existing Trustee). The procedure for the appointment was guided, and approved by, the Charity Commission. This position has now been incorporated into the shared responsibilities of the Chair of Trustees under the title of Executive Chairman. This position represents key management personnel of the charity.

LIVERPOOL CITY MISSION (INCORPORATED)

England & Wales - Charity number 234521

Accounts

Charity Registration No. 234521

Company Registration No. 246811 (England and Wales)

THE LIVERPOOL CITY MISSION (INCORPORATED)
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

THE LIVERPOOL CITY MISSION (INCORPORATED)

LEGAL AND ADMINISTRATIVE INFORMATION

Committee Members	Mr R A Watson Mr J Boyle Mr P G Smith
Charity number	234521
Company number	246811
Principal address	20 Mount Pleasant Liverpool L3 5RY
Registered office	20 Mount Pleasant Liverpool L3 5RY
Independent examiner	Jean Ellis BA FCA CTA DSG Castle Chambers 43 Castle Street Liverpool L2 9TL
Bankers	Barclays Bank Plc Lord Street Liverpool
Solicitors	Fiona Bruce & Co LLP Solicitors 3 Grappenhall Road Stockton Heath Warrington
Investment advisors	Tilney Bestinvest Royal Liver Building Liverpool

THE LIVERPOOL CITY MISSION (INCORPORATED)

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THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2020

The Committee Members present their report and financial statements for the year ended 31 December 2020.

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 Mission's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objectives of the charity are to promote the diffusion of religious knowledge and thought throughout the City of Liverpool and the neighbouring districts in Lancashire and Cheshire known as Merseyside and generally to assist and encourage the moral welfare of the citizens.

We aim to present the Christian message of the gospel of Jesus Christ as written in the Holy Scriptures to men, women and children with particular emphasis on reaching out to those in need, whatever those needs may be. Every day we will preach Christ by our words and actions. The policies adopted in furtherance of these objects are to invest in the relief and rescue work of the Mission discarding extraneous, core-activities.

The charity's key objectives for the year were:-

To comply with the Government's guidance relating to COVID-19 ensuring the maximum safety and protection for our staff, volunteers and customers.

To minister to the needs of the street homeless, poor, needy, vulnerable and those with addiction problems in the city of Liverpool and neighbouring district.

To run an outreach work providing a safe warm and friendly environment, free hot meals and drinks, clothing, bedding and food, counsel and spiritual counsel.

To convey the gospel of Jesus Christ clearly and relevantly to those we reach.

To support and provide guidance to churches affiliated to the charity.

To set and closely manage a financial budget for the year.

The Committee Members have paid due regard to guidance issued by the Charity Commission in deciding what activities the Mission should undertake.

The Trustees confirm that they have referred to the general guidance contained in the Charity Commission's "general guidance on public benefit" when reviewing the Missions aims and objectives, and in the planning of activities.

The Charity makes considerable use of volunteers in the course of its activities at the outreach centre. Duties include:- Assisting in the preparation and serving of food, washing dishes and clearing up, sorting tinned foods and clothing and giving these out to those in need. A number of new volunteers were recruited during the year and we look to grow our pool of volunteers in the future. We have been delighted to welcome as volunteers, students studying at local universities and they have brought much enthusiasm and vibrance to our outreach work. Most volunteers come from local churches, although not exclusively.

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Achievements and performance

Prior to lockdown, we were able to maintain a service of providing regular breakfasts for homeless 'rough-sleepers' from our City Centre café. This work is run by various staff members and local volunteers.

Our staff were on hand to provide personal counselling and help to those in need.

Food and clothing donations continued to be received from churches, individuals, local organisations and schools, and freely distributed to those in need, especially the homeless.

Deputation visits were made to churches, and various organisations, prior to lockdown to promote the work of the charity. As a result of these visits we received various forms of support including donations.

We were able to make some minor improvements to our buildings and update some equipment.

Many volunteers supported the work without whose help much of the work would not be able to be done. We are grateful to all who contributed at different times.

The work is promoted through our publications including a regular prayer diary.

A budget was set and agreed at the beginning of the year and was regularly monitored.

A number of essential policies were reviewed and implemented during the year.

Financial review

The charity received incoming resources of £113,902 (2019: £92,556) and expended £69,553 (2019: £100,425) which, after net losses on investments of £22,827 (2019: gains of £41,361), resulted in a net increase in funds of £21,522 (2019: £33,492). The balance sheet of the charity remains strong with a net asset value of £542,011 (2019: £520,489).

No funds were materially in deficit during 2020.

Principal funding sources are donations from Liverpool City Mission Churches, investments, individuals, trusts, Government return to work grants, personal donations, Gift Aid and local organisations support.

It is the policy of the charity that unrestricted funds that have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Approximately 50% of our current reserves have emanated from the sale of buildings, and this amount has been 'ring-fenced' for the future purchase of new buildings. The level of reserves has been maintained throughout the year.

It was a credit to the good management of the finances over recent years, and the courage to take difficult decisions, that we were able to record a strong cash flow surplus, higher than expectations and in any previous period for some time. As a result, the Mission's ministries and services will have a stronger platform to operate from in coming years, and will help to sustain the work for many years to come. We operated within the limits set for expenditure and pleased to record a surplus of £44,349 before losses on investments.

Risk factors

The trustees have assessed the major risks to which the Mission is exposed, and are satisfied that systems or procedures have been established and are in place to manage those risks.

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Plans for future periods

To maintain a tight control of our operating costs and seek to increase income

To assess the effectiveness and actual outcomes

To review and if necessary dispose of any assets that are no-longer serving their purpose and redeploy the proceeds in more effective areas

To provide counsel and practical support services to our affiliated churches

To review the range of services and facilities provided in our affiliated churches in order to achieve our aims in a much wider geographical area than the city centre

To network and collaborate with other like-minded organisations and churches committed to the same aims

To assess if the City centre outreach to homeless men and women can continue in it's previous form and from the same location, in light of identified restrictions

To assist and guide the reopening of our Mission halls once the COVID-19 restrictions allow

Structure, governance and management

The Charity's governing document is it's Memorandum and Articles of Association incorporated 25th March 1930 as amended by Special Resolution dated 27th March 1950, Liverpool City Mission Incorporated is a Limited Company, limited by guarantee (the word "Limited" being omitted by Licence of the Board of Trade).

The Members of the Committee, who are also directors for the purposes of company law, who served during the year were:

Mr R A Watson

Mr J Boyle

Mr P G Smith

New trustees are appointed following nominations and voting by the existing trustees. Trustees with a good balance of skills are sought.

New trustees undergo a full induction process and receive copies of key / relevant documents from both the Charity Commission and Companies House outlining the role and responsibilities of a charity trustee.

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

The Mission Director (formerly known as CEO) has primary responsibility for the finances of the Mission. Controlling the budget and monitoring the investment portfolio performance.

There were three Trustees at the end of this financial year. They are responsible for the finances of the charity, the appointment and pastoral welfare of the Mission staff, and general oversight of running of the work of the Mission. These decisions are made at periodic general meetings.

Liverpool City Mission is also affiliated to the City Mission Movement (formerly the British Association of City Missions) which networks with approximately 20 City/Town Missions in the British Isles to establish and strengthen fellowship and operational links.

The Trustees have responsibility for setting the pay and remuneration of the charity's key personnel and this is done on an annual basis, including a formal cost of living review.

THE LIVERPOOL CITY MISSION (INCORPORATED)

COMMITTEE MEMBERS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

On behalf of the board of Committee Members.

A handwritten signature in black ink, appearing to read 'R A Watson', with a stylized, cursive script.

Mr R A Watson

Trustee

Dated: 13 July 2021

THE LIVERPOOL CITY MISSION (INCORPORATED)

INDEPENDENT EXAMINER'S REPORT

TO THE COMMITTEE MEMBERS OF THE LIVERPOOL CITY MISSION (INCORPORATED)

I report to the Committee Members on my examination of the financial statements of The Liverpool City Mission (Incorporated) (the Mission) for the year ended 31 December 2020.

Responsibilities and basis of report

As the Committee Members of the Mission (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the Mission 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 the Mission's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable 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 that in any material respect:

- 1 accounting records were not kept in respect of the Mission as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.



Jean Ellis BA FCA CTA
DSG

Castle Chambers
43 Castle Street
Liverpool
L2 9TL

Dated: 13 July 2021

THE LIVERPOOL CITY MISSION (INCORPORATED)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

		Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
	Notes						
<u>Income and endowments from:</u>							
Donations and legacies	2	54,626	23,000	77,626	33,499	36,375	69,874
In furtherance of the charity's objectives	3	2,400	-	2,400	5,200	-	5,200
Investments	4	12,593	-	12,593	17,477	-	17,477
Other income	5	21,283	-	21,283	5	-	5
Total income		90,902	23,000	113,902	56,181	36,375	92,556
<u>Expenditure on:</u>							
Raising funds	6	4,839	-	4,839	4,927	-	4,927
Charitable activities	7	41,714	23,000	64,714	59,123	36,375	95,498
Total resources expended		46,553	23,000	69,553	64,050	36,375	100,425
Net gains/(losses) on investments	11	(22,827)	-	(22,827)	41,361	-	41,361
Net movement in funds		21,522	-	21,522	33,492	-	33,492
Fund balances at 1 January 2020		520,489	-	520,489	486,997	-	486,997
Fund balances at 31 December 2020		542,011	-	542,011	520,489	-	520,489

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

THE LIVERPOOL CITY MISSION (INCORPORATED)

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	12	83,265		86,223	
Investments	13	389,361		398,356	
		<u>472,626</u>		<u>484,579</u>	
Current assets					
Debtors	14	3,000		3,000	
Cash at bank and in hand		69,340		36,417	
		<u>72,340</u>		<u>39,417</u>	
Creditors: amounts falling due within one year	15	(2,955)		(3,507)	
Net current assets			69,385		35,910
Total assets less current liabilities			<u>542,011</u>		<u>520,489</u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	17	283,265		286,223	
General unrestricted funds		258,746		234,266	
		<u>542,011</u>		<u>520,489</u>	
		<u>542,011</u>		<u>520,489</u>	

THE LIVERPOOL CITY MISSION (INCORPORATED)

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2020

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2020.

The directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 company.

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

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

The financial statements were approved by the Committee Members on 13 July 2021



Mr R A Watson
Trustee

Company Registration No. 246811

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

The Liverpool City Mission (Incorporated) is a private company limited by guarantee incorporated in England and Wales. The registered office is 20 Mount Pleasant, Liverpool, L3 5RY.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Mission's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Mission is a Public Benefit Entity as defined by FRS 102.

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

The accounts have been prepared under the historical cost convention modified to include the revaluation of fixed asset investments. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Committee Members have a reasonable expectation that the Mission has adequate resources to continue in operational existence for the foreseeable future. Thus the Committee Members continue to adopt the going concern basis of accounting in preparing the financial statements. In making this assessment the Committee Members have considered the impact of potential operational challenges posed by Covid-19.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Committee Members in furtherance of their charitable objectives.

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

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 Income

Income is recognised when the Mission 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 Mission 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.

Legacies are recognised on receipt or otherwise if the Mission 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 Expenditure

Expenditure is accounted for on an accruals basis.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

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.

Tangible fixed assets are stated at cost less depreciation. Improvements to buildings is depreciated at the same rate applicable to the building they relate to. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings	2% straight line
Property improvements	2% straight line
Plant and machinery	20% reducing balance
Fixtures, fittings & equipment	15% reducing balance

Freehold land is not depreciated.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the Mission reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The Mission 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 Mission's balance sheet when the Mission 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.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the Mission transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors 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 Mission's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Mission is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

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

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2020 £	2020 £	2020 £	2019 £	2019 £	2019 £
Donations and gifts	54,626	23,000	77,626	33,499	36,375	69,874

3 In furtherance of the charity's objectives

	2020 £	2019 £
Charitable rental income	2,400	5,200

4 Investments

	Unrestricted funds	Unrestricted funds
	2020 £	2019 £
Income from listed investments	12,593	17,477

5 Other income

	Unrestricted funds	Unrestricted funds
	2020 £	2019 £
Other income	-	5
CJRS Income	21,283	-
	21,283	5

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

6 Raising funds

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
<u>Investment management</u>	4,839	4,927
	<u>4,839</u>	<u>4,927</u>

7 Charitable activities

	2020	2019
	£	£
Staff costs	44,907	63,302
Depreciation and impairment	2,958	3,056
Office expenses	2,863	6,423
Insurance	1,741	2,240
Sundry expenses	1,512	376
Cafe outreach	5,762	3,023
Medicash	821	1,225
Camp fund expenses	-	12,011
Legal and professional fees	720	350
Repairs and renewals	292	950
	<u>61,576</u>	<u>92,956</u>
Share of governance costs (see note 8)	3,138	2,542
	<u>64,714</u>	<u>95,498</u>
Analysis by fund		
Unrestricted funds	41,714	59,123
Restricted funds	23,000	36,375
	<u>64,714</u>	<u>95,498</u>

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

8 Support costs

	Support costs £	Governance costs £	2020 £	2019 £	Basis of allocation
Independent examination costs	-	3,138	3,138	2,542	Governance
	-	3,138	3,138	2,542	
Analysed between					
Charitable activities	-	3,138	3,138	2,542	

Governance costs includes payments to the independent examiner of £3,138 (2019: £2,542) for examination fees and £nil (2019: £nil) for other services.

9 Committee Members

With the exception of Mr R A Watson, as disclosed in note 18, none of the Committee Members (or any persons connected with them) received any remuneration during the year, and none of them were reimbursed for travelling expenses (2019: £nil).

10 Employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
Activities in furtherance of the charity's objectives	2	3
Employment costs	2020 £	2019 £
Wages and salaries	42,311	61,512
Social security costs	1,816	1,056
Other pension costs	780	734
	44,907	63,302

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

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

11 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Revaluation of investments	(18,122)	42,774
Gain/(loss) on sale of investments	(4,705)	(1,413)
	<u>(22,827)</u>	<u>41,361</u>

12 Tangible fixed assets

	Land and buildings	Property improvements	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£	£	£
Cost					
At 1 January 2020	75,400	50,566	29,082	26,396	181,444
At 31 December 2020	<u>75,400</u>	<u>50,566</u>	<u>29,082</u>	<u>26,396</u>	<u>181,444</u>
Depreciation and impairment					
At 1 January 2020	34,176	8,016	27,653	25,376	95,221
Depreciation charged in the year	1,508	1,011	286	153	2,958
At 31 December 2020	<u>35,684</u>	<u>9,027</u>	<u>27,939</u>	<u>25,529</u>	<u>98,179</u>
Carrying amount					
At 31 December 2020	<u>39,716</u>	<u>41,539</u>	<u>1,143</u>	<u>867</u>	<u>83,265</u>
At 31 December 2019	<u>41,224</u>	<u>42,550</u>	<u>1,429</u>	<u>1,020</u>	<u>86,223</u>

The Mission owns or has been appointed Trustee for certain properties for which no original cost value is shown in the above figures. The properties are used in furtherance of the charity's objectives.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

13 Fixed asset investments

	Listed investments £
Cost or valuation	
At 31 December 2020	398,356
Additions	39,949
Valuation changes	(18,122)
Disposals	(30,822)
At 31 December 2020	389,361
Carrying amount	
At 31 December 2020	389,361
At 31 December 2019	398,356

Fixed asset investments revalued

Investments are included at revalued amounts, being the market value of shares at the year end. The historical cost of the shares was £379,157 (2019: £371,545).

14 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Other debtors	3,000	3,000

15 Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	2,955	3,507

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

16 Restricted funds

The income funds of the Charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds		
	Incoming resources	Resources expended	Balance at 1 January 2020	Incoming resources	Resources expended	Balance at 31 December 2020
	£	£	£	£	£	£
Camp fund	1,627	(1,627)	-	-	-	-
Salary contributions	34,748	(34,748)	-	23,000	(23,000)	-
	<u>36,375</u>	<u>(36,375)</u>	<u>-</u>	<u>23,000</u>	<u>(23,000)</u>	<u>-</u>

Camp fund - This represents the income and expenditure in respect of the annual camp.

Salary contributions are funds received from churches to help fund the payroll costs of the charity.

17 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 January 2019	Incoming resources	Balance at 1 January 2020	Resources expended	Balance at 31 December 2020
	£	£	£	£	£
Tangible fixed asset fund	89,279	(3,056)	86,223	(2,958)	83,265
New premises fund	200,000	-	200,000	-	200,000
	<u>289,279</u>	<u>(3,056)</u>	<u>286,223</u>	<u>(2,958)</u>	<u>283,265</u>

In order to accurately show the reserves tied up in fixed assets held by the charity, a designated tangible fixed asset fund has been created. The fund reflects the net book value of the tangible fixed assets used operationally by the charity.

Premises at Jubilee Drive were disposed of in 2015. It is intended that this building will be replaced with larger premises when they become available and affordable. The search for a suitable building is ongoing and therefore a new premises fund has been set aside for this purpose.

THE LIVERPOOL CITY MISSION (INCORPORATED)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

18 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2020 £	2019 £
Aggregate compensation	22,416	17,292

The position of Mission Director (remunerated and formerly known as CEO) is occupied by Mr R Watson (an existing Trustee). The procedure for the appointment was guided, and approved by, the Charity Commission. This position has now been incorporated into the shared responsibilities of the Chair of Trustees under the title of Executive Chairman. This position represents key management personnel of the charity.