

REGISTERED COMPANY NUMBER: 01893924 (England and Wales)
REGISTERED CHARITY NUMBER: 291484

BRIXTON ADVICE CENTRE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

BRIXTON ADVICE CENTRE

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for the year ended 31 March 2021**

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BRIXTON ADVICE CENTRE

REFERENCE AND ADMINISTRATIVE DETAILS for the year ended 31 March 2021

TRUSTEES	K Power (resigned 9.12.20) W F Taggart H L Thompson J Cottage N Catto D McCollum G R J Beaton D Macloughlin J L Malbon V Tilakapala (appointed 1.9.21) L Bertholdi-Saad (appointed 1.9.21) C J Stanley (appointed 1.9.21)
COMPANY SECRETARY	G R J Beaton
REGISTERED OFFICE	167 Railton Road Herne Hill London SE24 OLU
REGISTERED COMPANY NUMBER	01893924 (England and Wales)
REGISTERED CHARITY NUMBER	291484
AUDITORS	Berringers LLP Lygon House 50 London Road Bromley Kent BR1 3RA

**REPORT OF THE TRUSTEES
for the year ended 31 March 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

The Board of Trustees

The Council of Management for the year 2020-21 comprised eight trustees. The Memorandum and Articles of Association allow for up to twelve trustees and the Council of Management has therefore agreed to conduct a recruitment process both to strengthen its numbers and range of expertise, and to broaden its representation as to better reflect the community the Centre serves. The Council of Management met on a monthly basis during the year and also held an Annual General Meeting. Due to the coronavirus pandemic, the AGM in December 2020 had to be held online. However, eight of the nine trustees then serving were able to attend online without incident, and the decision to hold this meeting online was retrospectively approved at an in person EGM on 1 September 2021.

Sadly, we said good bye to one of our longest serving trustees, Kathy Power, who decided not to seek re-election at the AGM. Kathy has been involved with the Centre for many years and was a vital link with the local community. Her services over decades were extremely important to the Centre and she will be greatly missed.

Objectives and Aims

The principal objectives of the Brixton Advice Centre (the Centre) are to promote access to justice by providing good quality legal advice, assistance and representation to people who would otherwise be unable to afford legal services.

The full statement on the Centre's Vision, Mission and Values is publicly available on its website: <https://brixtonadvice.org.uk/serving-the-community-since-1966/>

The Centre continues to improve and, wherever possible, expand and diversify the services we provide. However, services during the pandemic period were affected by government-ordered closures of businesses and work from home directives. Nevertheless, the Centre continued to provide a full service throughout this period by means of telephone, video conferencing and a new 'online forms' initiative. The existing open-door drop-in service also provided a service between 10am and 12pm Monday to Thursday when the restrictions allowed on-site working and office opening. People were also seen by prior appointment where appropriate. In addition, the Centre provided outreach services at a number of locations, including Brixton Food Bank.

Throughout the year staff collected statistical information about clients that was then collated to detail the numbers of clients assisted, demographic information, and the nature of the enquiries. This was used for internal monitoring and service planning, and compliance with funder requirements. The data demonstrated that clients now no longer come mainly from the local Brixton area but from across the borough.

Public benefit

The Trustees consider that the objectives and activities of the Centre provides public benefit within the meaning and terms of the Charity Commission.

Volunteers

The Centre continued to enjoy the support of a range of volunteers who assisted with the day-to-day administration of the charity, and the delivery of advice services. It provided many with appropriate opportunities to increase their employability prospects and, in particular, further advance the careers of some in the legal profession and other areas connected with legal rights and remedies e.g., public policy. The Trustees considered it important to provide opportunities for volunteers who are seeking to return to, or secure, employment, particularly local people.

This year the Centre was successful in obtaining funding from the Walcot Foundation for a Volunteer Co-ordinator post, for which we are extremely grateful. This enabled us to invest heavily in to developing the Centre's volunteering plans and ambitions, and to ensure that volunteer time was most effectively used.

**REPORT OF THE TRUSTEES
for the year ended 31 March 2021**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

We are pleased to report that the Centre dealt with over 2,400 new advice matters in the reporting year in addition to the existing casework on a large number of ongoing cases. Staff secured significant financial gain for clients in respect of resolving welfare benefits, debt and housing issues that, in turn, provided positive economic impacts on the local community. Other areas of legal advice offered by the Centre have also had a significant impact locally, including the advice offered through the newly developed Online Legal Clinic, which is provided pro bono by volunteer solicitors and barristers in areas of law in which the Centre is not directly funded to work, such as employment, contract, family and criminal law. The Clinic's fast development at the outset of the pandemic, along with its innovative use of technology and impactful services delivered, led to the Online Legal Clinic beating off stiff national competition to win the prestigious national award for Best Contribution by a Pro Bono Clinic at the LawWorks awards held in December 2020, whilst also, to our delight, being nominated in other categories.

The Centre has throughout the year continued its long-established tradition of partnership working with others to ensure as strong an advice service as possible is delivered in the borough. This included playing a significant role in the group set up by Lambeth Council to coordinate the most appropriate, flexible and impactful responses to the issues arising out of the pandemic for the local community.

Fortunately, the Centre had planned ahead for a potential full lockdown in the year due to the COVID-19 pandemic and was ready and able to move all its operations to remote working at the time the first national lockdown was announced. Partnership work and enhanced service delivery was made possible by additional funding from Lambeth Council, City Bridge Trust, Community Justice Fund, Trust for London, Walcot Foundation and The National Lottery. This ensured that the Centre not only continued to deliver its much-needed existing services during the pandemic, but also developed new services, employed new staff and was able to adapt to the new environment and the difficulties the Lambeth community was facing.

The staff and volunteers worked hard to review the systems and procedures needed to maintain compliance with the various quality standards to which the Centre adheres, including the Lexcel practice management standard. Their achievement was recognised by Council of Management with a vote of thanks recorded at meeting held at the year-end and we are also happy to record it here.

FINANCIAL REVIEW

Financial position

Details of the financial transactions of the Centre are given in the accounts. The grant from the London Borough of Lambeth continues to be a crucial source of core funding, which for the year ended 31 March 2021 was increased to £127,000 of which £45,000 related to additional Covid-19 support and £1,000 related to a one-off additional grant in respect of non-core services. The Debt Free London Project continues to fund the debt advice service with £38,707.

On the Unrestricted Fund, total income of £168,799 was received and expenses for the Centre amounted to £124,016 which leaves a surplus of £44,783 for the year. The reserves are considered sufficient to allow the charity to meet its current and future objectives. The total Unrestricted Funds to be carried forward is £466,103.

The Centre is exempt from taxation under the provisions relating to charities.

The Centre continues to exercise especial care in respect of cash-flow and this is subject to regular ongoing monitoring and remains a high management priority.

Principal funding sources

The principal funding sources of the Centre continues to be the London Borough of Lambeth, the Legal Aid Agency, The City Bridge Trust and, during the year under review, the Money and Pensions Service (Debt Free London) funded partnership. We record our gratitude to them all.

Reserves policy

As part of our Reserves Policy, the Trustees aim to increase the reserves held by the Centre to a point where the net current assets are at least equal to 6 months expenditure, in order to enable the Centre to weather any possible reductions or changes in funding levels, reflecting the overall possible future reductions in public expenditure.

**REPORT OF THE TRUSTEES
for the year ended 31 March 2021**

FUTURE PLANS

The Centre continued its outreach work, which included providing advice sessions at local foodbanks. This work was funded by City Bridge Trust. It also continued to receive funding via the Money and Pensions Service funded Debt Free London project, with Toynbee Hall being the lead grant holder and the Centre a sub-grantee. The funding for this project, both to the Centre and other sub-grantees in London, was reduced by over 30% in April 2020, shortly after the onset of the COVID-19 pandemic. This followed the lead grant holder implementing a new funding model and taking certain support functions in-house. It was decided not to enter into a new contract with Toynbee Hall that would otherwise have commenced April 2021 and, instead, we sought to diversify funding into other areas and more collaborative and productive partnerships.

The Centre has significantly developed its volunteering policy by recruiting people new to the advice sector, so increasing the number of trained advisors in the sector and developing more opportunities for paid employment. The Centre's Strategic Plan, together with the fundraising strategy, is being reviewed and developed to reflect this.

As well as working closely with the foodbanks in Lambeth, the Centre has also blazed a trail in other aspects of its food poverty work, and, in particular, continues to collaborate with Lambeth Larder, an innovative local initiative formerly funded by Lambeth Council.

The Centre is keen to develop further partnerships in order to provide a more diverse service to the community.

The Council of Management wishes to record its thanks to the funding bodies and their staff for their support during what has been an exceptional and difficult year.

Staffing

We are sad to record the death from a sudden illness of one of our employees, Gary Martin. Gary had been with the Centre only for a short time, working as a Benefits Advisor but he soon became established as an effective and engaging member of staff greatly valued by his clients and colleagues. He is greatly missed.

The Council of Management also places on record its recognition of the massive contribution made by our Chief Executive Officer who has adapted the Centre to the unforeseen and challenging circumstances of the Pandemic, and guided and managed the staff and volunteers in these exceptional times.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Brixton Advice Centre was incorporated on 8 March 1985 as a company limited by guarantee and was registered as a charity on 18 April 1985. It is therefore governed by a memorandum and articles of association.

Recruitment and appointment of new trustees

The Centre is controlled by Trustees who are elected to the Council of Management at the Annual General Meeting. Trustees are recruited through advertisements and word of mouth, with particular emphasis on the need to reflect the local community. All directors of the company are also trustees of the charity, and there are no other trustees. All the trustees named served at some point during the year apart from those trustees appointed after the year end. The Council of Management has the power to appoint additional trustees as it considers appropriate to do so. Once a new trustee has been appointed by the Council of Management they are inducted by the Chief Executive with the assistance of the Officers of the Council of Management. All prospective trustees must agree to the Centre's Trustee Code of Conduct before being accepted as a Trustee of the Centre.

Organisational structure

The Centre is organised so that the Council of Management meets regularly to manage its affairs. The Centre has a full-time Chief Executive who is accountable to the Council of Management and who manages the day-to-day administration of the charity.

Key management remuneration

	2021	2020 as restated
	£	£
Key management compensation	54,967	52,069

**REPORT OF THE TRUSTEES
for the year ended 31 March 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The Council of Management regularly reviews the major risks the charity faces and has agreed that it will continue its efforts to increase reserves to the equivalent of 6 months running costs so as to ensure it has a reasonable level of resources in the advent of unforeseen circumstances. The Council of Management has also examined other operational and business risks faced by the charity and confirms they have established systems to mitigate the significant risk.

The Council of Management always seeks to ensure it reflects a range of skills and experience sufficient to oversee the running of the organisation.

The finance sub-committee continues to oversee detailed financial management issues. Day-to-day management of the Centre is devolved to the Chief Executive, who reports directly to the Council of Management and provides it with written and verbal reports as appropriate at each meeting. The Chief Executive also advises the sub-committees. There are agreed terms of reference for the Council of Management and the two sub-committees. A series of Trustee Papers on key aspects of the work of the Centre have been developed to ensure the smooth induction of new Trustees. The Papers cover Governance issues as well as essential legislation and funding issues specific to the Centre.

Every member of the Centre undertakes to contribute an amount not exceeding twenty-five pence in the event of winding-up of the Centre whilst they are a member or, within one year after their membership has ceased.

TRUSTEES' RESPONSIBILITY STATEMENT

The trustees (who are also the directors of Brixton Advice Centre for the purposes of company law) are responsible for preparing the Report of the trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

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

In so far as the trustees are aware:

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

AUDITORS

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

Approved by order of the board of trustees on 15 December 2021 and signed on its behalf by:

G R J Beaton - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF BRIXTON ADVICE CENTRE

Opinion

We have audited the financial statements of Brixton Advice Centre (the 'charitable company') for the year ended 31 March 2021 which comprise the Statement of financial activities, the Balance sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Report of the independent auditors thereon.

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

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

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Report of the trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF BRIXTON ADVICE CENTRE

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the trustees.

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

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

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and error, we considered the following:

- the nature of the industry, control environment and business performance;
- results of our enquiries to management about their own assessment of the risks of fraud and error;
- the matters discussed among the audit engagement team regarding how and where fraud may occur in the financial statements and any potential indicators of fraud.

Our procedures to respond to risk include the following:

- reviewing the financial statement disclosures and testing to supporting documentation;
- performing analytical procedures to identify any unusual or unexpected areas that may indicate risks of material misstatement due to fraud or error;
- addressing the risk of fraud and error through management override of controls, testing the appropriateness of journals, assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
BRIXTON ADVICE CENTRE**

Use of our report

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

Paul Allan BSocSc FCA (Senior Statutory Auditor)
for and on behalf of Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

15 December 2021

BRIXTON ADVICE CENTRE

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
for the year ended 31 March 2021**

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds as restated £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		5,922	-	5,922	2,809
Charitable activities	3				
Provision of legal advice		162,768	180,066	342,834	276,489
Investment income	2	109	-	109	210
Total		168,799	180,066	348,865	279,508
EXPENDITURE ON					
Charitable activities	4				
Provision of legal advice		124,016	180,066	304,082	280,105
NET INCOME/(EXPENDITURE)		44,783	-	44,783	(597)
Transfers between funds	14	394,416	(394,416)	-	-
Net movement in funds		439,199	(394,416)	44,783	(597)
RECONCILIATION OF FUNDS					
Total funds brought forward		26,904	394,416	421,320	421,917
TOTAL FUNDS CARRIED FORWARD		466,103	-	466,103	421,320

The notes form part of these financial statements

**BALANCE SHEET
31 March 2021**

		Unrestricted funds	Restricted funds	2021 Total funds	2020 Total funds as restated
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	9	393,411	-	393,411	395,635
CURRENT ASSETS					
Debtors	10	76,585	-	76,585	82,330
Cash at bank and in hand		188,586	-	188,586	83,853
		265,171	-	265,171	166,183
CREDITORS					
Amounts falling due within one year	11	(149,483)	-	(149,483)	(140,498)
NET CURRENT ASSETS		115,688	-	115,688	25,685
TOTAL ASSETS LESS CURRENT LIABILITIES		509,099	-	509,099	421,320
CREDITORS					
Amounts falling due after more than one year	12	(42,996)	-	(42,996)	-
NET ASSETS		466,103	-	466,103	421,320
FUNDS	14				
Unrestricted funds				466,103	26,904
Restricted funds				-	394,416
TOTAL FUNDS				466,103	421,320

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

The financial statements were approved by the Board of Trustees and authorised for issue on 15 December 2021 and were signed on its behalf by:

G R J Beaton - Trustee

BRIXTON ADVICE CENTRE

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Critical accounting judgements and key sources of estimation uncertainty

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

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

Income

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

Expenditure

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

Governance costs

Governance expenditure includes all expenditure not directly related to the charitable activity or fund raising ventures. This includes costs of legal, professional and audit fees.

Tangible fixed assets

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

Freehold property	- 0 - 10% on cost
Fixtures and fittings	- 50% on cost and 25% on cost

Assets are reviewed regularly for impairment and the residual value confirmed and no adjustment deemed necessary.

Taxation

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

Fund accounting

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

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

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

BRIXTON ADVICE CENTRE

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2021

1. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of financial activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The Centre participates in a stake holder pension scheme and contributes 5% for each participating employee.

2. INVESTMENT INCOME

	2021	2020 as restated
	£	£
Deposit account interest	<u>109</u>	<u>210</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2021	2020 as restated
		£	£
Grants	Provision of legal advice	344,259	223,595
Legal Aid & advice	Provision of legal advice	(1,425)	52,894
		<u>342,834</u>	<u>276,489</u>

	2021	2020 as restated
	£	£
Amount received from City Bridge Trust	61,000	61,500
Amount paid to Centre 70	<u>33,462</u>	<u>22,476</u>
Amount relating to Brixton Advice Centre	<u>27,538</u>	<u>39,024</u>

The funding received from City Bridge Trust, although shown gross, relates to Centre 70 and funding made directly to Brixton Advice Centre on behalf of both them and Centre 70. Shown above are the total amounts received from City Bridge Trust and the related payments made to Centre 70. The trustees consider that Brixton Advice Centre is not making a grant directly to Centre 70, it is merely passing the funds on due to its role as lead applicant. A prior year adjustment has been made to reflect this. The accounting treatment differs from that of The National Lottery Community Fund grant due to City Bridge Trust requesting it be presented in this way. Without this adjustment the grants received figures would be £310,797 for 2021 and £201,119 for 2020.

The grant received from The National Lottery Community Fund has been reduced by payments to Centre 70:

	2021	2020 as restated
	£	£
Amount received from The National Lottery Community Fund	81,225	-
Amount paid to Centre 70	<u>40,013</u>	<u>-</u>
Amount recognised as income	<u>41,212</u>	<u>-</u>

Brixton Advice Centre is in partnership with Centre 70. As the lead applicant they receive funds on behalf of Centre 70 and pass them on. They are not making a grant to Centre 70 themselves.

BRIXTON ADVICE CENTRE

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2021

3. INCOME FROM CHARITABLE ACTIVITIES - continued

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

	2021	2020 as restated
	£	£
Lambeth Borough Council	127,000	103,250
Capitalise Partnership re DTI	-	58,845
City Bridge	61,000	61,500
Access to Justice	38,194	-
The National Lottery Community Fund	41,212	-
Trust for London	20,870	-
Walcot Foundation	17,276	-
Toynbee Hall	38,707	-
	<u>344,259</u>	<u>223,595</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs £	Totals £
Provision of legal advice	<u>299,132</u>	<u>4,950</u>	<u>304,082</u>

5. NET INCOME/(EXPENDITURE)

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

	2021	2020 as restated
	£	£
Auditors' remuneration	4,950	4,800
Depreciation - owned assets	9,003	7,312
Hire of plant and machinery	<u>2,550</u>	<u>8,804</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2021 nor for the year ended 31 March 2020.

BRIXTON ADVICE CENTRE

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2021

7. STAFF COSTS

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

	2021	2020 as restated
Advice Services	6	6
Administration	1	1
	<u>7</u>	<u>7</u>

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

8. PRIOR YEAR ADJUSTMENT

The 2020 financial statements have been restated to show the City Bridge Trust grant income as gross as detailed in note 3. There was no change to the net expenditure as a result.

9. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2020	505,056	23,843	528,899
Additions	-	6,779	6,779
	<u>505,056</u>	<u>30,622</u>	<u>535,678</u>
At 31 March 2021	505,056	30,622	535,678
DEPRECIATION			
At 1 April 2020	110,640	22,624	133,264
Charge for year	6,919	2,084	9,003
	<u>117,559</u>	<u>24,708</u>	<u>142,267</u>
At 31 March 2021	117,559	24,708	142,267
NET BOOK VALUE			
At 31 March 2021	<u>387,497</u>	<u>5,914</u>	<u>393,411</u>
At 31 March 2020	<u>394,416</u>	<u>1,219</u>	<u>395,635</u>

The Freehold property was previously considered restricted as per the terms of the Big Lottery Grant (now known as The National Lottery Community Fund) that was granted to purchase and refurbish the property. In 2019 The National Lottery Community Fund approved a policy decision to reduce the Asset Liability Periods for historic grant agreements and the Asset Liability Period under the grant agreement for this property expired on 24 November 2009. The National Lottery Community Fund confirmed the Centre is released from the restriction.

BRIXTON ADVICE CENTRE

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021**

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020 as restated
	£	£
Trade debtors	-	13,994
VAT	6,302	1,221
Prepayments and accrued income	70,283	67,115
	<u>76,585</u>	<u>82,330</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020 as restated
	£	£
Bank loans and overdrafts (see note 13)	7,003	-
Trade creditors	17,645	13,131
Social security and other taxes	5,619	3,852
Other creditors	7,500	-
Client monies	55,995	60,160
Accrued expenses	55,721	63,355
	<u>149,483</u>	<u>140,498</u>

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021	2020 as restated
	£	£
Bank loans (see note 13)	42,996	-

13. LOANS

An analysis of the maturity of loans is given below:

	2021	2020 as restated
	£	£
Amounts falling due within one year on demand:		
Bank loans	7,003	-
Amounts falling between one and two years:		
Bank loans - 1-2 years	9,803	-
Amounts falling due between two and five years:		
Bank loans - 2-5 years	33,193	-

BRIXTON ADVICE CENTRE

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021**

14. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General fund	26,904	44,783	394,416	466,103
Restricted funds				
Capital Reserve re premises	394,416	-	(394,416)	-
TOTAL FUNDS	421,320	44,783	-	466,103

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	168,800	(124,017)	44,783
Restricted funds			
Foodbank	62,000	(62,000)	-
Coronavirus Community Support Fund	41,212	(41,212)	-
Debt Free London	38,707	(38,707)	-
Trust for London	20,870	(20,870)	-
Walcot Foundation	17,276	(17,276)	-
	180,065	(180,065)	-
TOTAL FUNDS	348,865	(304,082)	44,783

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	20,582	6,322	26,904
Restricted funds			
Capital Reserve re premises	401,335	(6,919)	394,416
TOTAL FUNDS	421,917	(597)	421,320

BRIXTON ADVICE CENTRE

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2021

14. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	197,258	(190,936)	6,322
Restricted funds			
Capital Reserve re premises	-	(6,919)	(6,919)
Foodbank	82,250	(82,250)	-
	<u>82,250</u>	<u>(89,169)</u>	<u>(6,919)</u>
TOTAL FUNDS	<u>279,508</u>	<u>(280,105)</u>	<u>(597)</u>

Transfers between funds

The Freehold property was previously considered restricted as per the terms of the Big Lottery Grant (now known as The National Lottery Community Fund) that was granted to purchase and refurbish the property. In 2019 The National Lottery Community Fund approved a policy decision to reduce the Asset Liability Periods for historic grant agreements and the Asset Liability Period under the grant agreement for this property expired on 24 November 2009. The National Lottery Community Fund confirmed the Centre is released from the restriction. The property has been transferred from restricted to unrestricted funds.

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2021.

16. CLIENTS BANK ACCOUNTS

	2021	2020 as restated
	£	£
Monies held in client bank accounts	<u>55,995</u>	<u>60,160</u>