

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
(A company limited by guarantee)

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BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
(A company limited by guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND
ADVISERS
FOR THE YEAR ENDED 31 MARCH 2022**

Trustees	J Cleminson, Trustee T Johnson, Trustee (resigned 5 July 2022) Dr F McConnell, Trustee C McGinley, Trustee
Company registered number	02399075
Charity registered number	702019
Registered office	Unit E, Pinewood Bell Heath Way Birmingham B32 3BZ
Company secretary	D Rogers
Independent auditors	Cooper Parry Group Limited Chartered Accountants Office 401, 4th Floor Two Chamberlain Square Birmingham West Midlands B3 3AX
Bankers	Unity Trust Bank Four Brindleyplace Birmingham B1 2JB

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2022

The Trustees present their report and the audited financial statements for the year ended 31 March 2022 which has been prepared to meet the requirements of a Directors' report and accounts for Companies Act purposes.

Structure, governance and management

Birmingham Multi-Care Support Services Limited ("the Company") was incorporated on 28 June 1989 as a Charitable Company Limited by Guarantee. The management of the Company is the responsibility of the Directors. The Directors comprise members elected for their particular expertise and contributions.

The day to day management has been delegated to the Parent Company, Midland Mencap.

Admission to membership is at the discretion of the Directors subject to the consent of a majority of the existing members.

Mission

The mission of the company is to provide care and support to people in Birmingham who have multiple disabilities and respite to their Parents and Carers.

Strategy

The company continues to build on its core strength of the specialist provision of services for people with a learning disability, additional physical disabilities and challenging behaviours of significant health care needs. The Company continues to identify and explore opportunities for growth both privately and with the continued partnership with the local authorities to ensure sustainable services to its clients and their carers.

Objectives and activities

The principal activities of the Company are the provision of support to people in Birmingham who have multiple disabilities and respite to their Parents and Carers. The Company's recurring revenue comes from fees receivable, and grants receivable from Birmingham City Council and the NHS.

Achievements and performance

Birmingham Multi-Care is a subsidiary of Midland Mencap and provides a range of care and support services to children, young people and adults across Birmingham. Birmingham Multi-Care's services include home based care and support, short breaks and respite as well as access to community based social, leisure and recreational opportunities.

Birmingham Multi-Care Respite Care Provision Covid-19 impact review

We provide 8 respite care beds across two registered Respite Care Homes – Silver Birch Road in Erdington and Greswolde Park Road in Acocks Green. Both homes are regulated by the Care Quality Commission and offer high quality respite provision seven days per week.

The COVID-19 pandemic had a serious impact on our respite service delivery as almost all carers use our service were deemed to be clinically extremely vulnerable and, consequently, had to shield. This impacted on the respite care bookings as the people who Birmingham Multi-Care Home Based Care and Support

Birmingham Multi-Care Home Based Care and Support

Our home support and supported living services operate twenty-four hours a day, seven days of the week. As with our other services, this was severely impacted by the pandemic as most of the support provided by Birmingham Multi-care is home based and many families were deemed to be clinically extremely vulnerable and, consequently, had to shield. As with our respite care services this impacted on the home-based care bookings as the people who use our services shielded along with their family members/carers. With a change in covid secure regulations the two care homes are now able to fully operate and occupancy levels are recovering to pre-covid levels.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Community service

The Asha House service has been closed since March 2020 due to Covid19 restriction in line with Day care Centre closure guidelines from the local authority. However, this 'women only' community service has been safely delivered in the community under remaining pandemic restrictions. A wider community offer has been provided to this group of citizens which has proved beneficial to their wellbeing and that of their carers. use our services shielded along with their family members/carers.

Staff welfare

We continued to see higher than usual number of staff reporting sick and and though this put a strain on the organisation's ability to provide the service despite staffing challenges and the reduced service operations, all clients that needed our services over the year were fully supported.

Management continued to provide staff with regular government guidelines on Covid-19 rules as they were revised and ensured staff were aware on measures necessary to keep them and clients safe in the various care delivery setting.

In addition to the support outlined above, staff continue to have access to our confidential employee assistance service alongside consistent management support.

Funding

The local authorities have continued to make payments in line with funding agreements in place to ensure sustainability of the organisation and further support its ability to provide the service as the pandemic restrictions are eased in various degrees. However, the organisation could not claim any extra cost of statutory sick pay for Covid-19 self under the government scheme due to being a subsidiary to a large organisation.

Risk analysis

Constant financial reviews have been undertaken throughout the financial year to ensure that any ongoing effects of the pandemic on financial performance were mitigated against to ensure business and service continuity. Throughout this financial year, the continued payments of agreed funding from the local authority, the government grants from the CVJR scheme and the Covid-19 infection control funding from the local authority has allowed the organisation to meet its payroll and other creditors obligations as they fell due.

The initial risk of low capacity for Silverbirch was favourably improved as more clients are now utilising the respite service following the closure of a local respite care organisation within our existing catchment area. Greswolde park home continue to have sustainable occupancy rates to cover its operational costs. Throughout the pandemic and changes to covid secure restrictions all services adhered to adequate Covid-19 hygiene, health and safety measures to ensure there is confidence in clients' safety when they access support services.

There is a risk to sector wide front line staffing challenges but this has been mitigated by an increase in recruitment efforts to ensure our services are adequately staffed and fully delivered.

The current forecast, even with ongoing covid risks indicates that the organisation remains in a position to continue carrying out its charitable objectives into the foreseeable future. Continuous reviews to the operational risk assessments and finance forecasts will continue to be carried out to ensure that the organisation's services can adapt and reasonably absorb any impacts from the pandemic, a recovery period and wider economic factors.

Regulatory Framework

Birmingham Multi-Care Support Services Limited is registered with the Care Quality Commission under the Health and Social Care Act 2008, and the Company is registered for three regulated activities, one domiciliary care service and two respite care homes. At the last inspection, all these services were found to be fully compliant with the regulations.

Trustees

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED

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TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

None of the Trustees have any beneficial interest in the Company. All of the Trustees are members of the company. The Trustees and other members guarantee to contribute £1 in the event of an insolvent winding up.

Trustee Recruitment

When recruiting new Trustees the existing Trustees look for those individuals whose skills and experience that can make a significant contribution to the management of the Charitable Company.

All new Trustees are made aware of their responsibilities as Charity Trustees and Company Directors and are helped to familiarise themselves with the practical and financial aspects of the Charitable Company's operations. To help them they are provided with a copy of the Company's Memorandum and Articles of Association, the latest published accounts, the Charitable Company's mission statement and appropriate Charity Commission publications.

Public Benefit

The trustees have given due regard to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives of the Charitable Company and in planning any future activities. The trustees always ensure that the strategic and operational objectives are aligned with public benefit requirements. This is achieved through the provision of a wide range of services to people with multiple disabilities. This annual report demonstrates how Birmingham Multi- Care Support Services Limited has spent funds available towards meeting its charitable objectives.

Risk management

The Directors review the risks to which the Company is exposed on an annual basis as part of the approval of the annual and medium term planning and forecasts. The Directors have not identified any significant risks for the period under review, other than the ongoing requirement to achieve sufficient levels of revenue which will sustain the company's aims and objectives.

The Directors risk management strategy comprises of:

- The annual review of the risks the Company might face,
- The establishment of systems and procedures to mitigate those risks identified; and
- The implementation of procedures designed to minimise any potential impact on the Company should those risks materialise.

Reserves policy

The Company's reserves are either classified as General Unrestricted Funds or Restricted Funds. Restricted funds comprise grants receivable for specific purposes that can only be used for those specific purposes. General Unrestricted Funds are expendable at the discretion of the Directors in furtherance of the Company's objectives. The Directors monitor carefully the funds required to maintain the ongoing operations of the company. As at the year end the company's free reserves were £343,551 (Unrestricted funds less fixed assets not represented by the restricted funds).

Review of financial position

The financial statement shows an income of £927,073 (2021: £775,739) against a total expenditure of £790,299 (2021: £728,823) resulting in an operating surplus of £136,744 (2021 surplus: £46,916). This year we have reported a surplus due to:

- Continued grant payments from the local authority despite closure or disruption of services. This was to ensure that services would be sustained and resume to meet the demand when Covid-19 restrictions eased.

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**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022**

- Coronavirus Job Retention Scheme grant used where applicable.
- A higher than expected demand of services in period of eased Covid-19 restriction.

Going Concern

During the year, constant reviews were undertaken to ensure that the organisation can continue to offer its services and grow its offer as the Covid-19 restrictions were being eased. Consideration was given to the sensitivity of potential lockdowns in the 2021/22 winter periods and their impact on both services and business continuity.

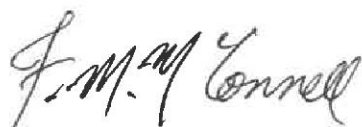
The reassured support from the parent company, Midland Mencap in addition to the consistent favourable cashflows prior and after year end demonstrates that Birmingham Multi- Care support Services has the ability to meet its liabilities as they fall due. Midland Mencap has also ensured that its subsidiary has sufficient funds to carry out its charitable objectives.

Therefore, the Trustees are satisfied that there are sufficient assets and funds for the Charitable Company to remain a going concern.

Related parties

The Charity is affiliated to its parent company, Midland Mencap.

Approved by order of the members of the board of Trustees on 22 November 2022 and signed on their behalf by:



Dr F McConnell
(Chair of Trustees)

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED

Opinion

We have audited the financial statements of Birmingham Multi-Care Support Services Limited (the 'charitable company') for the year ended 31 March 2022 which comprise the Statement of financial activities, the Balance sheet, the Statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, 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 United Kingdom, including the Financial Reporting Council'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.

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED (CONTINUED)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees are responsible for the other information contained within the Annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion 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 Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our 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 Trustees' Report.

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

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

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.

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. 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:

Our assessment focussed on key laws and regulations the charitable company has to comply with and areas of the financial statements we assessed as being more susceptible to misstatement. These key laws and regulations included but were not limited to compliance with the Companies Act 2006, Charities Act 2011, Charities (Protection and Social Investment) Act 2016, taxation legislation, data protection, anti-bribery and employment legislation.

We are not responsible for preventing irregularities. Our approach to detecting irregularities included, but was not limited to, the following:

- obtaining an understanding of the legal and regulatory framework applicable to the charitable company and how the charitable company is complying with that framework, including agreement of financial statement disclosures to underlying documentation and other evidence;
- obtaining an understanding of the charitable company's control environment and how the charitable company has applied relevant control procedures, through discussions with Trustees and other management and by performing walkthrough testing over key areas;
- obtaining an understanding of the charitable company's risk assessment process, including the risk of fraud;
- reviewing meeting minutes of those charged with governance throughout the year; and
- performing audit testing to address the risk of management override of controls, including testing journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

Whilst considering how our audit work addressed the detection of irregularities, we also considered the likelihood of detection based on our approach. Irregularities arising from fraud are inherently more difficult to detect than those arising from error.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 Auditors' report.

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED (CONTINUED)

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 its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Glen Bott (Senior statutory auditor)

for and on behalf of

Cooper Parry Group Limited

Chartered Accountants

Statutory Auditor

Office 401, 4th Floor

Two Chamberlain Square

Birmingham

West Midlands

B3 3AX

22 November 2022

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
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**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2022**

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations, grants and legacies	3	68,753	159,286	228,039	360,755
Charitable activities	4	697,469	-	697,469	414,727
Other income		1,565	-	1,565	257
Total income		767,787	159,286	927,073	775,739
Expenditure on:					
Charitable activities	5	612,013	178,286	790,299	728,823
Total expenditure		612,013	178,286	790,299	728,823
Net movement in funds		155,774	(19,000)	136,774	46,916
Reconciliation of funds:					
Total funds brought forward		189,426	912,000	1,101,426	1,054,510
Net movement in funds		155,774	(19,000)	136,774	46,916
Total funds carried forward	12	345,200	893,000	1,238,200	1,101,426

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 13 to 23 form part of these financial statements.

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
(A company limited by guarantee)
REGISTERED NUMBER: 02399075

BALANCE SHEET
AS AT 31 MARCH 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	9	894,649	915,077
		<u>894,649</u>	<u>915,077</u>
Current assets			
Debtors	10	144,225	142,221
Cash at bank and in hand		426,719	184,278
		<u>570,944</u>	<u>326,499</u>
Creditors: amounts falling due within one year	11	(227,393)	(140,150)
Net current assets		<u>343,551</u>	<u>186,349</u>
Total assets less current liabilities		<u>1,238,200</u>	<u>1,101,426</u>
Total net assets		<u><u>1,238,200</u></u>	<u><u>1,101,426</u></u>
Charity funds			
Restricted funds	12	893,000	912,000
Unrestricted funds	12	345,200	189,426
Total funds		<u><u>1,238,200</u></u>	<u><u>1,101,426</u></u>

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

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

The financial statements were approved and authorised for issue by the Trustees on 22 November 2022 and signed on their behalf by:


Dr F McConnell
 (Chair of Trustees)

The notes on pages 13 to 23 form part of these financial statements.

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2022

	2022 £	2021 £
Cash flows from operating activities		
Net cash used in operating activities	242,441	144,443
	<hr/>	<hr/>
Cash flows from investing activities		
Net cash provided by investing activities	-	-
	<hr/>	<hr/>
Cash flows from financing activities		
Net cash provided by financing activities	-	-
	<hr/>	<hr/>
Change in cash and cash equivalents in the year	242,441	144,443
Cash and cash equivalents at the beginning of the year	184,278	39,835
	<hr/>	<hr/>
Cash and cash equivalents at the end of the year	<u>426,719</u>	<u>184,278</u>

The notes on pages 13 to 23 form part of these financial statements

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Birmingham Multi-Care Support Services Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Going concern

These accounts have been prepared on a going concern basis. Birmingham Multi-Care has built up a good level of reserves and cash over the last 2 years. The forecast for 2022/23 and projection for 2023/24 is conservative however the organisation is positioned well to deliver on its stated strategic objectives not only by using our own resources but through the parent company by continuing to strengthen collaboration and partnership with key stakeholders. Given the factors above the accounts have been prepared on a going concern basis.

1.3 Income

Income from grants for charitable activities is recognised when earned. Other trading activities, investment and other income is recognised when received. Donations and legacies are recognised when notified provided the conditions for their receipt have been met and there is reasonable certainty of receipt and the amounts can be measured reliably.

Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

No amount is included in the financial statements for volunteer time in line with SORP (FRS 102).

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

1. Accounting policies (continued)

1.4 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate costs related to the category. Expenditure is recognised where there is legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as an expense against the activity for which the expenditure arose.

As per FRS 102, governance costs form part of the charitable expenditure in the Statement of Financial Activities (SOFA) but more detail is shown in Note 6 to the accounts. Charitable expenditure comprises those costs directly incurred in carrying out its charitable activities and expenditure of an indirect nature necessary to support these activities. Governance costs are those associated with the constitutional and statutory requirements of the charitable company and include audit fees and costs incurred in the strategic management of the charitable company.

1.5 Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the Statement of financial activities over the expected useful lives of the assets concerned. Other grants are credited to the Statement of financial activities as the related expenditure is incurred.

1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation deemed cost (or deemed cost as per FRS 102 first adoption rules) less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life.

Purchases of equipment and any fixtures and fittings deemed to be additions, as distinct from replacements, are capitalised if the initial cost of the asset exceeds £1,000. Otherwise the cost is treated as an expense.

Where the current value of a tangible fixed asset is found to be less than its carrying value, the asset is written down to its recoverable amount. The loss on impairment is charged to the appropriate expenditure category in the statement of financial activities. The charitable company currently has no assets to which impairment provisions apply.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Freehold property	-	2%
Motor vehicles	-	25%
Fixtures and fittings	-	25%
Office equipment	-	25%

1.7 Debtors

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

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

1. Accounting policies (continued)

1.8 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charitable Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

1.9 Financial instruments

The Charitable Company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.10 Operating leases

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

1.11 Pensions

The Charitable Company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Charitable Company to the fund in respect of the year.

1.12 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charitable Company and which have not been designated for other purposes.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which a donor has specified to be solely used for particular areas of the charity's activities

2. General information

Birmingham Multi-Care is a charitable company domiciled in the United Kingdom. The address of the registered office is shown on the legal and administrative information page of this report. The nature of the company's operations and principal activities are the provision of services to people in Birmingham who have multiple disabilities and respite to their parents and carers.

BIRMINGHAM MULTI-CARE SUPPORT SERVICES LIMITED
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

3. Income from donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Grants	66,747	159,286	226,033	226,357
Coronavirus job retention scheme	2,006	-	2,006	134,398
	<u>68,753</u>	<u>159,286</u>	<u>228,039</u>	<u>360,755</u>
Total 2021	<u>201,469</u>	<u>159,286</u>	<u>360,755</u>	

4. Income from charitable activities

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from charitable activities	697,469	697,469	414,727
Total 2021	<u>414,727</u>	<u>414,727</u>	

5. Analysis of expenditure by activities

	Activities undertaken directly 2022 £	Total funds 2022 £	Total funds 2021 £
Wages and salaries	663,597	663,597	596,637
Governance costs	8,835	8,835	7,661
Other direct costs	97,439	97,439	104,097
Depreciation	20,428	20,428	20,428
	<u>790,299</u>	<u>790,299</u>	<u>728,823</u>
Total 2021	<u>728,823</u>	<u>728,823</u>	

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

5. Analysis of expenditure by activities (continued)

Of the £728,823 expended in 2021, £178,286 was allocated to restricted funds and £550,537 to unrestricted funds

6. Auditors' remuneration

	2022 £	2021 £
Fees payable to the Charitable Company's auditor for the audit of the Charitable Company's annual accounts	7,440	6,672
Fees payable to the Charitable Company's auditor in respect of: All non-audit services not included above	1,440	1,080
	<u>1,440</u>	<u>1,080</u>

7. Staff costs

	2022 £	2021 £
Wages and salaries	617,471	557,155
Social security costs	35,953	31,491
Contribution to defined contribution pension schemes	10,173	7,991
	<u>663,597</u>	<u>596,637</u>

The average number of persons employed by the Charitable Company during the year was as follows:

	2022 No.	2021 No.
Operational	58	71
	<u>58</u>	<u>71</u>

No employee received remuneration amounting to more than £60,000 in either year.

In 2021/22 the key management emoluments amounted to £78,369 (2021: £73,776). The parent company took on overall key management responsibilities on take over in April 2018.

8. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 31 March 2022, no Trustee expenses have been incurred (2021 - £NIL).

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9. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation				
At 1 April 2021	950,000	1,650	4,059	955,709
At 31 March 2022	950,000	1,650	4,059	955,709
Depreciation				
At 1 April 2021	38,000	961	1,671	40,632
Charge for the year	19,000	413	1,015	20,428
At 31 March 2022	57,000	1,374	2,686	61,060
Net book value				
At 31 March 2022	893,000	276	1,373	894,649
At 31 March 2021	912,000	689	2,388	915,077

10. Debtors

	2022 £	2021 £
Due within one year		
Trade debtors	91,129	111,197
Other debtors	51	481
Prepayments and accrued income	53,045	30,543
	144,225	142,221

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**NOTES TO THE FINANCIAL STATEMENTS
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11. Creditors: Amounts falling due within one year

	2022 £	2021 £
Trade creditors	171,584	40,572
Other taxation and social security	8,633	10,238
Other creditors	36,822	-
Accruals and deferred income	10,354	89,340
	<u>227,393</u>	<u>140,150</u>

12. Statement of funds

Statement of funds - current year

	Balance at 1 April 2021 £	Income £	Expenditure £	Balance at 31 March 2022 £
Unrestricted funds				
General Funds	189,426	767,787	(612,013)	345,200
	<u>189,426</u>	<u>767,787</u>	<u>(612,013)</u>	<u>345,200</u>
Restricted funds				
Freehold property - cost	261,729	-	(5,995)	255,734
Freehold property - revaluation	650,271	-	(13,005)	637,266
Greswolde Park Road	-	87,608	(87,608)	-
Silver Birch Road	-	71,678	(71,678)	-
	<u>912,000</u>	<u>159,286</u>	<u>(178,286)</u>	<u>893,000</u>
Total of funds	<u>1,101,426</u>	<u>927,073</u>	<u>(790,299)</u>	<u>1,238,200</u>

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

12. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2020 £	Income £	Expenditure £	Balance at 31 March 2021 £
Unrestricted funds				
General Funds	123,510	616,453	(550,537)	189,426
	<hr/>	<hr/>	<hr/>	<hr/>
Restricted funds				
Freehold property - cost	280,729	-	(19,000)	261,729
Freehold property - revaluation	650,271	-	-	650,271
Greswolde Park Road	-	87,608	(87,608)	-
Silver Birch Road	-	71,678	(71,678)	-
	<hr/>	<hr/>	<hr/>	<hr/>
	931,000	159,286	(178,286)	912,000
	<hr/>	<hr/>	<hr/>	<hr/>
Total of funds	<hr/> <hr/> 1,054,510	<hr/> <hr/> 775,739	<hr/> <hr/> (728,823)	<hr/> <hr/> 1,101,426

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

12. Statement of funds (continued)

Greswolde Park Road

Birmingham City Council funds the grant to the Greswolde Park Road care home. The grant enables the provision of respite care services. The care services are provided in a property that was granted by the Secretary of State for Health with conditions that the monies be repaid to him should certain conditions not be met.

Silver Birch Road

Birmingham City Council funds the grants to Silver Birch Road care home. The grant enables the provision of respite home care services. The care services are provided in a property that was granted by the Princes Royal Trust and Birmingham City Council with conditions that the monies be repaid to him should certain conditions not be met.

Freehold property

4 Greswolde Park Road

The company received a grant of £174,799 towards the purchase and conversion of 4 Greswolde Park Road, Acocks Green, Birmingham from the Secretary of State for Health with a proviso that the monies be repaid to him should certain conditions not be met. As security for repayment, a charge on the property was executed in favour of the Secretary for State.

7 Silver Birch Road

The company also received a grant of £263,600 towards the purchase, conversion and running costs of 7 Silver Birch Road, Erdington, Birmingham from the Princess Royal Trust and Birmingham City Council, with a proviso that monies be repaid to them should certain conditions not be met. As security for repayment, a charge was executed in favour of Birmingham City Council in the sum of £120,000.

7 Braithwaite Road

The company received grants of £104,495 towards the purchase and conversion of 7 Braithwaite Road, Sparkbrook from Birmingham City Council Social Services Department, with a proviso that the monies be repaid to them should certain conditions not be met.

Freehold property cost represents the value of the properties purchased. The Trustees have considered the allocation of depreciation in respect of these properties and a transfer has been made from restricted reserves to unrestricted reserves to correct the previously misallocated depreciation.

Freehold property revaluation reserve represents the revaluation of freehold properties.

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**NOTES TO THE FINANCIAL STATEMENTS
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13. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	1,649	893,000	894,649
Current assets	570,944	-	570,944
Creditors due within one year	(227,393)	-	(227,393)
Total	<u>345,200</u>	<u>893,000</u>	<u>1,238,200</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	3,077	912,000	915,077
Current assets	326,499	-	326,499
Creditors due within one year	(140,150)	-	(140,150)
Total	<u>189,426</u>	<u>912,000</u>	<u>1,101,426</u>

14. Reconciliation of net movement in funds to net cash flow from operating activities

	2022 £	2021 £
Net income for the year (as per Statement of Financial Activities)	136,774	46,916
Adjustments for:		
Depreciation charges	20,428	20,430
Increase in debtors	(2,004)	(17,595)
Increase in creditors	87,243	94,692
Net cash provided by operating activities	<u>242,441</u>	<u>144,443</u>

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15. Analysis of cash and cash equivalents

	2022 £	2021 £
Cash in hand	426,719	184,278
Total cash and cash equivalents	<u>426,719</u>	<u>184,278</u>

16. Analysis of changes in net debt

	At 1 April 2021 £	Cash flows £	At 31 March 2022 £
Cash at bank and in hand	184,278	242,441	426,719
	<u>184,278</u>	<u>242,441</u>	<u>426,719</u>

17. Operating lease commitments

The Charitable Company had no commitments under non-cancellable operating leases at 31 March 2022.

18. Related party transactions

The related party transactions are with the parent company, Midland Mencap, in relation to providing all functions of the Finance services, strategic and operational management. These services range from day to day transaction processing to internal and external reporting and governance. The related party transactions also include Central overhead costs allocation as BMC operates from the parent company's premises. Amounts charged to Midland Mencap during the year to cover these costs amounted to £85k. The total amount owed to Midland Mencap at the year end was £171k which is included within trade creditors.

19. Controlling party

Birmingham Multi-Care Support Services Limited is a wholly owned subsidiary and the ultimate controlling party is Midland Mencap whose registered office is Unit E Pinewood, Bell Heath Way, Woodgate Business Park, Birmingham B32 2BZ.

