

Registered number: 02399075  
Charity number: 702019

**Birmingham Multi-Care Support Services Ltd**

Trustees' report and financial statements

For the year ended 31 March 2024



**Birmingham Multi-Care Support Services Ltd**

**(A company limited by guarantee)**

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## **Birmingham Multi-Care Support Services Ltd**

**(A company limited by guarantee)**

### **Reference and Administrative Details of the Charitable Company, its Trustees and Advisers For the year ended 31 March 2024**

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**Trustees** Dr F McConnell, Chair  
C McGinley (resigned 26 June 2023)  
J Cleminson (resigned 15 March 2024)

**Company registered  
number** 02399075

**Charity registered number** 702019

**Registered office and  
Principal address** Unit E, Pinewood  
Bell Heath Way  
Woodgate Business Park  
Birmingham  
B32 3BZ

**Independent auditor** Dains Audit Limited  
2 Chamberlain Square  
Paradise  
Birmingham  
B3 3AX

**Bankers** Unity Trust Bank  
4 Brindley Place  
Birmingham  
B1 2JB

## **Birmingham Multi-Care Support Services Ltd**

**(A company limited by guarantee)**

### **Trustees' report**

**For the year ended 31 March 2024**

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The Trustees present their annual report together with the audited financial statements of the Charitable Company for the year 1 April 2023 to 31 March 2024.

Birmingham Multi-Care Support Services Limited ("the Charitable Company") was incorporated on 28 June 1989 as a Company Limited by Guarantee.

#### **Mission**

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

#### **Objectives and activities**

##### **a. Charity Objective**

The objective of the Charitable Company is to promote the relief of individuals with multiple disabilities by providing or assisting in the provision of home care attendants for them and their families, as well as other care and support services deemed appropriate by the company's directors.

The Charitable Company's recurring revenue comes from fees receivable, and grants receivable from Birmingham City Council and the NHS.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

The Trustees always ensure that the strategic and operational objectives of the Charity 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.

#### **Achievements and performance**

##### **a. Activities review**

The Charitable Company is a subsidiary of Midland Mencap, and the day to day management has been delegated to the Parent Company.

Birmingham Multi-Care (BMC) provides a range of care and support services to children, young people, adults and family carers across Birmingham. Services, for people with learning disabilities and associated circumstances, include home based care and support, short breaks and access to community based social, leisure and recreational day and evening opportunities for both children and adults.

Birmingham Multi-care delivers on its mission through the use of residential care homes providing personal care on a short term, respite care basis for multiple people who have physical and or learning disabilities, including autistic spectrum disorder. The accommodations are provided in an adapted home with lifts, specialist bathrooms and shower rooms, shared dining rooms, lounge and rear garden.

**Birmingham Multi-Care Support Services Ltd**  
**(A company limited by guarantee)**

**Trustees' report (continued)**  
**For the year ended 31 March 2024**

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**Achievements and performance (continued)**

**Birmingham Multi-Care Respite Care Provision**

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.

**Birmingham Multi-Care Home Based Care and Support**

Our home support and supported living services operated twenty-four hours a day, seven days of the week. Staff have transferred from BMC to Midland Mencap following a consultation process, including the transfer of all existing care packages. The respite care provision and residential staff group have remained with BMC for now.

**Community service**

The Asha Community Project is a 'women only' day opportunities community service, supporting women from the South East Asian community offering access to a wide range of community social, leisure and recreational activities promoting well-being and active lifestyles.

**Funding**

The local authorities have continued to make payments in line with funding agreements in place to ensure sustainability of the organisation.

**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.

**b. Investment policy and performance**

The Charity has no significant investments, other than interest received on its Bank current account.

**Financial review**

**a. Going concern**

Following a decision by the Trustees since the balance sheet date to permanently cease trading due to increasing respite care costs adversely impacting the financial viability of the Charitable Company, the going concern basis of accounting is not appropriate in the preparation of these financial statements.

**Trustees' report (continued)**

**For the year ended 31 March 2024**

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**b. Reserves policy**

The Charitable 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 Trustees in furtherance of the Charitable Company's objectives. The Trustees monitor carefully the funds required to maintain the ongoing operations of the Charitable Company. As at the year end the company's free reserves were £672,373 (2023 - £369,640).

**c. Review of financial position**

The financial statements show income of £580,242 (2023 - £827,214) against total expenditure of £521,869 (2023 - £821,414) resulting in an operating surplus of £58,373 (2023 - £5,800).

**d. Risk analysis**

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.

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.

## **Birmingham Multi-Care Support Services Ltd**

**(A company limited by guarantee)**

### **Trustees' report (continued)**

**For the year ended 31 March 2024**

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#### **Structure, governance and management**

##### **a. Constitution**

Birmingham Multi-Care Support Services Limited ("the Company") was incorporated on 28 June 1989 as a Charitable Company Limited by Guarantee.

##### **b. Methods of appointment or election of Trustees**

The management of the Charitable Company is the responsibility of the Trustees, comprising of members elected for their particular expertise and contributions.

##### **c. Organisational structure and decision-making policies**

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

##### **d. Policies adopted for the induction and training of Trustees**

When recruiting new Trustees, the existing Trustees look for those individuals whose skills and experience 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.

##### **e. Related party relationships**

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

##### **f. Financial risk management**

The Trustees have assessed the major risks to which the Charitable Company is exposed, in particular those related to the operations and finances of the Charitable Company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

##### **Plans for future periods**

As described in note 2.2 of the financial statements, the Charitable Company has ceased all activities and is therefore no longer considered to be a going concern. Since the balance sheet date, surplus funds were transferred to its parent Charity, Midland Mencap.

##### **Funds held as custodian**

There are no funds held as custodian trustee on behalf of others.

**Birmingham Multi-Care Support Services Ltd**

**(A company limited by guarantee)**

**Trustees' report (continued)**

**For the year ended 31 March 2024**

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**Members' liability**

The Members of the Charitable Company guarantee to contribute an amount not exceeding £1 to the assets of the Charitable Company in the event of winding up. All of the Trustees are members of the Charitable Company and none of the Trustees have any beneficial interest in the Charitable Company.

**Disclosure of information to auditor**

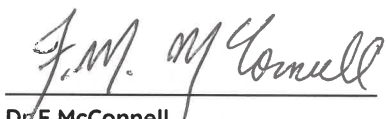
Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

**Auditor**

Dains Audit Limited, were appointed during the year and has indicated his willingness to continue in office. The designated Trustees will propose a motion reappointing the auditor at a meeting of the Trustees.

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



**Dr F McConnell**

Chair of Trustees

Date: 31 October 2024



**Independent Auditor's Report to the Members of Birmingham Multi-Care Support Services Ltd**

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**Opinion**

We have audited the financial statements of Birmingham Multi-Care Support Services Ltd (the 'charitable company') for the year ended 31 March 2024 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 2024 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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.

**Emphasis of matter - financial statements prepared on a basis other than going concern.**

We draw attention to note 2.2 in the financial statements which indicates that, due to increasing respite care costs, Birmingham Multi-Care Support Services Limited has ceased trading after the balance sheet date. As stated in note 2.2, these conditions indicate that the use of the going concern basis of accounting is not appropriate. Our opinion is not modified in respect of this matter.

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

**Independent Auditor's Report to the Members of Birmingham Multi-Care Support Services Ltd (continued)**

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**Other information**

The other information comprises the information included in the Annual report other than the financial statements and our Auditor's 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.

**Independent Auditor's Report to the Members of Birmingham Multi-Care Support Services Ltd (continued)**

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**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.

**Auditor's responsibilities for the audit of the financial statements**

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. 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 approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the senior statutory auditor ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charitable company through discussions with directors and other management, and from our commercial knowledge and experience of the charity sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including the financial reporting legislation, Companies Act 2006, Charities Act 2011, taxation legislation, anti-bribery, employment, and environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

**Independent Auditor's Report to the Members of Birmingham Multi-Care Support Services Ltd (continued)**

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**Auditors' responsibilities for the audit of the financial statements (continued)**

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

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

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates as set out in Note 3 were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

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

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators and the charitable company's legal advisors.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditor's report.

**Other matters**

The financial statements for the year ended 31 March 2023 were audited by Haines Watts Birmingham LLP, who expressed an unmodified opinion on those financial statements on 26 October 2023.

**Birmingham Multi-Care Support Services Ltd**  
**(A company limited by guarantee)**

**Independent Auditor's Report to the Members of Birmingham Multi-Care Support Services Ltd (continued)**

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**Use of our report**

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

**Andrew Morris (FCA) (Senior Statutory Auditor)**

for and on behalf of

**Dains Audit Limited**

Statutory Auditor

Chartered Accountants

Birmingham

31 October 2024

**Birmingham Multi-Care Support Services Ltd**  
**(A company limited by guarantee)**

**Statement of financial activities (incorporating income and expenditure account)**  
**For the year ended 31 March 2024**

		Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
	Note				
<b>Income from:</b>					
Donations and legacies	4	-	151,538	151,538	182,218
Charitable activities	5	408,349	-	408,349	644,996
Other income	6	-	20,355	20,355	-
<b>Total income</b>		<b>408,349</b>	<b>171,893</b>	<b>580,242</b>	<b>827,214</b>
<b>Expenditure on:</b>					
Charitable activities	7	351,747	170,122	521,869	821,414
<b>Total expenditure</b>		<b>351,747</b>	<b>170,122</b>	<b>521,869</b>	<b>821,414</b>
<b>Net income</b>		<b>56,602</b>	<b>1,771</b>	<b>58,373</b>	<b>5,800</b>
Transfers between funds	14	245,771	(245,771)	-	-
<b>Net movement in funds</b>	14	<b>302,373</b>	<b>(244,000)</b>	<b>58,373</b>	<b>5,800</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward	14	370,000	874,000	1,244,000	1,238,200
Net movement in funds		302,373	(244,000)	58,373	5,800
<b>Total funds carried forward</b>	14	<b>672,373</b>	<b>630,000</b>	<b>1,302,373</b>	<b>1,244,000</b>

The notes on pages 15 to 30 form part of these financial statements.

**Birmingham Multi-Care Support Services Ltd**  
**(A company limited by guarantee)**  
**Registered number: 02399075**

**Balance sheet**  
**As at 31 March 2024**

	<b>Note</b>	<b>2024</b> <b>£</b>	<b>2023</b> <b>£</b>
<b>Fixed assets</b>			
Tangible assets	11	<b>630,000</b>	874,360
<b>Current assets</b>			
Debtors	12	<b>95,033</b>	235,617
Cash at bank and in hand		<b>618,523</b>	272,191
		<b>713,556</b>	507,808
Creditors: amounts falling due within one year	13	<b>(41,183)</b>	(138,168)
<b>Net current assets</b>		<b>672,373</b>	369,640
<b>Total net assets</b>		<b>1,302,373</b>	1,244,000
<b>Charity funds</b>			
Restricted funds	14	<b>630,000</b>	874,000
Unrestricted funds	14	<b>672,373</b>	370,000
<b>Total funds</b>		<b>1,302,373</b>	1,244,000

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 and signed on their behalf by:

  
**Dr F McConnell**  
Chair of Trustees

Date: 31 October 2024

The notes on pages 15 to 30 form part of these financial statements.

**Birmingham Multi-Care Support Services Ltd**  
**(A company limited by guarantee)**

**Statement of cash flows**  
**For the year ended 31 March 2024**

	<b>Note</b>	<b>2024 £</b>	<b>2023 £</b>
<b>Cash flows from operating activities</b>			
Net cash used in operating activities	16	<b>100,560</b>	(154,528)
<b>Cash flows from investing activities</b>			
Proceeds from the sale of tangible fixed assets		<b>245,772</b>	-
<b>Net cash provided by investing activities</b>		<b>245,772</b>	-
<b>Change in cash and cash equivalents in the year</b>		<b>346,332</b>	<b>(154,528)</b>
Cash and cash equivalents at the beginning of the year		<b>272,191</b>	426,719
<b>Cash and cash equivalents at the end of the year</b>	17	<b>618,523</b>	272,191

The notes on pages 15 to 30 form part of these financial statements



**Notes to the financial statements**  
**For the year ended 31 March 2024**

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**1. General information**

Birmingham Multi-Care Support Services Limited is a charitable company incorporated under the Companies Act in England and Wales and registered with the Charity Commission for England and Wales. The address of the registered office is given in the Company information section of these financial statements. The nature of the Charitable Company's operations and its principal activities are to provide a range of care and support services to children, young people, adults and family carers across Birmingham.

**2. Accounting policies**

**2.1 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 Ltd 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.

**2.2 Going concern**

Following a decision by the Trustees since the balance sheet date to permanently cease all activities due to increasing respite care costs adversely impacting the financial viability of the Charitable Company, the going concern basis of accounting is not appropriate in the preparation of these financial statements. For this reason, a basis other than going concern has been adopted. Under this basis, assets have been valued at their recoverable amount based on conditions existing at the balance sheet date. Where applicable, contractual commitments have been provided for where they have become onerous as a consequence of the decision to cease trading.

**2.3 Income**

All income is recognised once the Charitable Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. 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.

Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the Charity earns the right to consideration due by its satisfaction of performance obligations.

Income received through contracts is recognised from the point in which the Charitable Company has entitlement to the funds, contract conditions have been fully met or it is probable that the income will be received.

**2. Accounting policies (continued)**

**2.4 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 allocated on the portion of the asset's use.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the Charity and include audit fees and costs linked to the strategic management of the Charity.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charitable Company's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

**2.5 Government grants**

Government grants are credited to the Statement of financial activities as the related expenditure is incurred.

**2.6 Taxation**

The Charitable Company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Charitable Company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

**Notes to the financial statements  
For the year ended 31 March 2024**

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**2. Accounting policies (continued)**

**2.7 Tangible fixed assets and depreciation**

Tangible fixed assets costing £1,000 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Freehold properties are initially recognised at cost. After recognition, under the revaluation model, tangible fixed assets whose fair value can be measured reliably shall be carried at a revalued amount, being their fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Revaluations are made with sufficient regularity to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting date.

Fair values are determined from market-based evidence by appraisal that is normally undertaken by professionally qualified valuers. If there is no market-based evidence of fair value because of the specialised nature of the tangible fixed asset and it is rarely sold, except as part of a contributing business, a Charitable Company may need to estimate fair value using an income or depreciated replacement cost approach.

Gains and losses on revaluation are recognised in the Statement of financial activities, with a separate revaluation reserve being shown in the Statement of funds note, within restricted funds.

At each reporting date the Charitable Company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined to be the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

**Notes to the financial statements**

**For the year ended 31 March 2024**

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**2. Accounting policies (continued)**

**2.7 Tangible fixed assets and depreciation (continued)**

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%	straight-line
Motor vehicles	-	25%	straight-line
Fixtures and fittings	-	25%	straight-line
Office equipment	-	25%	straight-line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of financial activities.

**2.8 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.

**2.9 Cash at bank and in hand**

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition.

**2.10 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.

**Notes to the financial statements**

**For the year ended 31 March 2024**

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**2. Accounting policies (continued)**

**2.11 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.

**2.12 Operating leases**

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

**2.13 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.

**2.14 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.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charitable Company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

**Notes to the financial statements**  
**For the year ended 31 March 2024**

**3. Critical accounting estimates and areas of judgement**

In the application of the charitable company'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.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results.

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.

Critical accounting estimates and assumptions:

**Depreciation - Useful economic life and residual value**

Tangible fixed assets are depreciated over their useful lives taking into account residual values where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In reassessing the useful economic lives of assets, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values, and plans to dispose of an asset before the previously expected date.

**4. Income from donations and legacies**

	<b>Unrestricted funds 2024 £</b>	<b>Restricted funds 2024 £</b>	<b>Total funds 2024 £</b>
Grants	-	151,538	<b>151,538</b>
	<b>Unrestricted funds 2023 £</b>	<b>Restricted funds 2023 £</b>	<b>Total funds 2023 £</b>
Grants	22,932	159,286	182,218

**Birmingham Multi-Care Support Services Ltd**  
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**Notes to the financial statements**  
**For the year ended 31 March 2024**

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**5. Income from charitable activities**

	<b>Unrestricted funds 2024 £</b>	<b>Total funds 2024 £</b>	<b>Total funds 2023 £</b>
Provision of care and support services	408,349	<b>408,349</b>	644,996

Income in 2023 was wholly attributable to unrestricted funds.

**6. Other incoming resources**

	<b>Restricted funds 2024 £</b>	<b>Total funds 2024 £</b>	<b>Total funds 2023 £</b>
Surplus on disposal of fixed assets	20,355	<b>20,355</b>	-

Notes to the financial statements  
For the year ended 31 March 2024

7. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Wages and salaries	244,761	151,538	396,299
Other direct costs	99,368	-	99,368
Governance costs	7,260	-	7,260
Depreciation	358	18,584	18,942
	<u>351,747</u>	<u>170,122</u>	<u>521,869</u>

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Wages and salaries	505,583	159,286	664,869
Other direct costs	124,374	-	124,374
Governance costs	11,880	-	11,880
Depreciation	1,291	19,000	20,291
	<u>643,128</u>	<u>178,286</u>	<u>821,414</u>

8. Auditor's remuneration

	2024 £	2023 £
Fees payable to the Charitable Company's auditor for the audit of the Charitable Company's annual accounts	9,240	9,880
Fees payable to the Charitable Company's auditor in respect of:		
All non-audit services not included above	-	2,000



**Notes to the financial statements**  
**For the year ended 31 March 2024**

**9. Staff costs**

	<b>2024</b>	2023
	<b>£</b>	£
Wages and salaries	<b>364,617</b>	613,803
Social security costs	<b>25,825</b>	41,032
Pension costs	<b>5,857</b>	10,034
	<b>396,299</b>	664,869

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

	<b>2024</b>	2023
	<b>No.</b>	No.
Operational	<b>20</b>	55

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

The parent charity took on overall key management responsibilities in April 2018, therefore key management remuneration is detailed in the parent's financial statements.

**10. Trustees' remuneration and expenses**

During the year, no Trustees received any remuneration or other benefits (2023 - £NIL).

During the year ended 31 March 2024, no Trustee expenses have been incurred (2023 - £NIL).

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**Notes to the financial statements**  
**For the year ended 31 March 2024**

**11. Tangible fixed assets**

	Freehold property £	Office equipment £	Fixtures and fittings £	Total £
<b>Cost or valuation</b>				
At 1 April 2023	950,000	4,059	1,650	955,709
Disposals	(250,000)	-	-	(250,000)
At 31 March 2024	700,000	4,059	1,650	705,709
<b>Depreciation</b>				
At 1 April 2023	75,999	3,700	1,650	81,349
Charge for the year	18,584	359	-	18,943
On disposals	(24,583)	-	-	(24,583)
At 31 March 2024	70,000	4,059	1,650	75,709
<b>Net book value</b>				
At 31 March 2024	630,000	-	-	630,000
At 31 March 2023	874,001	359	-	874,360

Freehold property consists of two properties, 4 Greswolde Park Road and 7 Silver Birch Road. These properties were revalued in August 2019 at £350,000 each by an independent property services and estate agency company based on open market value.

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**Notes to the financial statements**  
**For the year ended 31 March 2024**

**12. Debtors**

	<b>2024</b>	2023
	<b>£</b>	£
Trade debtors	<b>59,133</b>	182,369
Other debtors	<b>2,223</b>	6,427
Prepayments and accrued income	<b>33,677</b>	46,821
	<u><b>95,033</b></u>	<u>235,617</u>

**13. Creditors: Amounts falling due within one year**

	<b>2024</b>	2023
	<b>£</b>	£
Trade creditors	<b>591</b>	8,711
Amounts owed to group undertakings	<b>5,272</b>	45,876
Other taxation and social security	<b>8,100</b>	8,532
Other creditors	<b>17,825</b>	61,287
Accruals and deferred income	<b>9,395</b>	13,762
	<u><b>41,183</b></u>	<u>138,168</u>

Amounts owed to group undertakings are repayable on demand, interest free and have no fixed date of repayment.

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**Notes to the financial statements**  
**For the year ended 31 March 2024**

**14. Statement of funds**

**Statement of funds - current year**

	Balance at 1 April 2023 £	Income £	Expenditure £	Transfers in/(out) £	Balance at 31 March 2024 £
<b>Unrestricted funds</b>					
General Funds	370,000	408,349	(351,747)	245,771	672,373
<b>Restricted funds</b>					
Freehold property - cost	236,734	20,355	(18,584)	(20,355)	218,150
Freehold property - revaluation	637,266	-	-	(225,416)	411,850
Greswolde Park Road	-	68,239	(68,239)	-	-
Silver Birch Road	-	83,299	(83,299)	-	-
	874,000	171,893	(170,122)	(245,771)	630,000
<b>Total of funds</b>	<b>1,244,000</b>	<b>580,242</b>	<b>(521,869)</b>	<b>-</b>	<b>1,302,373</b>

**14. Statement of funds (continued)**

**Greswolde Park Road**

Birmingham City Council funds the grant to 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 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 care services. The care services are provided in a property that was granted by the Princess Royal Trust For Carers and Birmingham City Council with conditions that the monies be repaid should certain conditions not be met.

**Freehold property**

**Greswolde Park Road**

The Charity 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 provision that the monies be repaid should certain conditions not be met. As security for repayment, a charge on the property was executed in favour of the Secretary of State.

**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 For Carers and Birmingham City Council with a provision that the monies be repaid should certain conditions not be met. As security for repayment, a charge on the property was executed in favour of Birmingham City Council of £120,000.

**Braithwaite Road**

The company received a grant of £104,495 towards the purchase and conversion of 7 Braithwaite Road, Sparkbrook, Birmingham from Birmingham City Council Social Services Department, with a provision that the monies be repaid should certain conditions not be met. As security for repayment, a charge on the property was executed in favour of Birmingham City Council of £75,000.

Freehold property cost represents the value of the properties purchased. Freehold property revaluation represents the unrealised gains arising on the revaluation of freehold properties.

**Transfers between funds**

The transfer of £245,771 in the year from restricted fixed asset funds to unrestricted funds represents the sale of 7 Braithwaite Road; the realisation of a cash return on the sale of the freehold property and therefore the conversion of restricted capital funds into unrestricted funds.

**Birmingham Multi-Care Support Services Ltd**  
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**Notes to the financial statements**  
**For the year ended 31 March 2024**

**14. Statement of funds (continued)**

**Statement of funds - prior year**

	Balance at 1 April 2022 £	Income £	Expenditure £	Balance at 31 March 2023 £
<b>Unrestricted funds</b>				
General Funds	345,200	667,928	(643,128)	370,000
<b>Restricted funds</b>				
Freehold property - cost	255,734	-	(19,000)	236,734
Freehold property - revaluation	637,266	-	-	637,266
Greswolde Park Road	-	87,608	(87,608)	-
Silver Birch Road	-	71,678	(71,678)	-
	893,000	159,286	(178,286)	874,000
<b>Total of funds</b>	1,238,200	827,214	(821,414)	1,244,000

**15. Analysis of net assets between funds**

**Analysis of net assets between funds - current year**

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £
Tangible fixed assets	-	630,000	630,000
Current assets	713,556	-	713,556
Creditors due within one year	(41,183)	-	(41,183)
<b>Total</b>	672,373	630,000	1,302,373

**Birmingham Multi-Care Support Services Ltd**  
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**Notes to the financial statements**  
**For the year ended 31 March 2024**

**15. Analysis of net assets between funds (continued)**

**Analysis of net assets between funds - prior year**

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	360	874,000	874,360
Current assets	507,808	-	507,808
Creditors due within one year	(138,168)	-	(138,168)
<b>Total</b>	<b>370,000</b>	<b>874,000</b>	<b>1,244,000</b>

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

	<b>2024</b> £	2023 £
Net income for the period (as per Statement of Financial Activities)	<b>58,373</b>	5,800
<b>Adjustments for:</b>		
Depreciation charges	<b>18,942</b>	20,291
Surplus on the sale of fixed assets	<b>(20,355)</b>	-
Decrease/(increase) in debtors	<b>140,585</b>	(91,392)
Decrease in creditors	<b>(96,985)</b>	(89,227)
<b>Net cash provided by/(used in) operating activities</b>	<b>100,560</b>	(154,528)

**17. Analysis of cash and cash equivalents**

	<b>2024</b> £	2023 £
Cash in hand	<b>618,523</b>	272,191
<b>Total cash and cash equivalents</b>	<b>618,523</b>	272,191

**Birmingham Multi-Care Support Services Ltd****(A company limited by guarantee)****Notes to the financial statements****For the year ended 31 March 2024****18. Analysis of changes in net debt**

	At 1 April 2023	Cash flows	At 31 March 2024
	£	£	£
Cash at bank and in hand	<u>272,191</u>	<u>346,332</u>	<u>618,523</u>

**19. Pension commitments**

The Charity operates a defined contribution pension scheme, the assets of which are held separately from those of the Charity in an independently administered fund. The pension cost charge represents contributions payable by the Charity to the fund and amounted to £5,857 (2023 - £10,034). Contributions totalling £1,387 (2023 - £Nil) were payable to the fund at the balance sheet date and are included in other creditors.

**20. Operating lease commitments**

The Charitable Company had no commitments under non-cancellable operating leases at 31 March 2024.

**21. Related party transactions**

The Charity entered into related party transactions with Midland Mencap, the parent charity that provides all functions of financial services, strategic and operational management. Amounts charged by Midland Mencap to cover these services totalled £101,560 (2023 - £98,706). The balance due to Midland Mencap at year end was £5,272 (2023 - £45,876).

**22. Controlling party**

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

At 31 March 2024, the ultimate controlling party is considered to be the parent charity's Board of Trustees.

Midland Mencap's operations and principal activities are to provide a wide range of services to people with learning disabilities, which include Home Support, Supported Living, and the Carers Emergency Response Service (CERS) under the charity's CQC registered domiciliary care services, Learning Disability Community Wellbeing Service (CWS), Sitting Service, Placing Vulnerable Urban Residents into Employment and Training (PURE) and Housing Management Services.

Consolidated financial statements of the group headed by Midland Mencap, incorporating the results of Birmingham Multi-Care Support Services Limited, can be obtained from its registered office or Companies House.