

Company Registered number  
06595341  
Charity Registered Number  
1133510

Karis Neighbour Scheme

Report and Accounts

For the year ended

31 December 2019

# **KARIS NEIGHBOUR SCHEME**

## **Financial Report year ended 31 December 2019**

### **INDEX**

	Page
Information	1
Trustees report	2-8
Independent Examiner 's Report	9
Statement of financial activities	10
Balance Sheet	11
Notes to the Financial Statements	12-19

**KARIS NEIGHBOUR SCHEME**  
**Trustees' report (including Directors' Report)**  
**For the period ended 31<sup>st</sup> December 2019**

**The trustees present their directors' report and accounts for the 12 month period ended 31<sup>st</sup> December 2019.**

**Reference and Administrative Information**

Charity Name: Karis Neighbour Scheme

Charity registration number: 1133510

Company registration number: 06595341

Date of Incorporation: 16<sup>th</sup> May 2008

Registered Office and operational address: c/o Church of the Redeemer  
Monument Road  
Birmingham  
B16 8UU

**Management Committee**

Mrs Amanda Smith                      Chair of Trustees  
Mrs Rebecca Cuthbert   Vice-Chair of Trustees  
Dr P H Ross Bryson  
Mr Steve Watts  
Mrs Kathryn Miles  
Mr Marc Kusicka                      Treasurer  
Dr Gillian Harley-Mason

**Independent Examiner**

Gary Peter Brookes  
FCA FCIE BSc  
130 Wombourne Park  
Wolverhampton  
South Staffs  
WV5 0LY

**KARIS NEIGHBOUR SCHEME**  
**Trustees' report (including Directors' Report)**  
**For the period ended 31<sup>st</sup> December 2019**

**Structure, Governance and Management**

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 16<sup>th</sup> May 2008 and registered as a charity on 12<sup>th</sup> January 2010. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

The company took over the running of a previous charitable trust, registered no. 1077200, which had been in operation since 16<sup>th</sup> April 1999.

Recruitment and Appointment of Trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as members of the Board. Under the requirements of the Memorandum and Articles of Association the members of the Board are elected to serve for a period of three years after which they must be re-elected at the next Annual General Meeting.

All members of the Management Committee give their time voluntarily and received no benefits from the charity. These appointments were made in line with Charity Commission guidelines and the rules governing the Charity in our constitution. These and any other expenses paid to Trustees are outlined in Note 6 of the accounts.

Arrangements for setting the pay and remuneration of the charity's management personnel are based on Third Sector Benchmarking criteria. Staff employed in our Listening and Guidance NHS service have also been benchmarked against the same criteria.

**Our Aims and objectives**

Purposes and Aims

Our charity's purpose as set out in the objects contained in the company's memorandum of association is:

To assist people who are in need of practical or emotional well being by reason of their youth, age, infirmity or disablement, poverty or social or economic circumstances

The aims of our charity are to provide support to people in our community who are in need, to bring people in our community together, enabling people in our community to be good neighbours and ensure no one is neglected or forgotten about. Our aims fully reflect the purpose that the charity was set up to further.



**KARIS NEIGHBOUR SCHEME**  
**Trustees' report (including Directors' Report)**  
**For the period ended 31<sup>st</sup> December 2019**

Ensuring our work delivers our aims

The trustees regularly review the work of the charity, receiving bi-monthly reports on the projects, which include the impact and benefits of the work undertaken for the people we are seeking to help. These reviews provide opportunity for trustees to ensure that the focus of our work is consistent with the stated purposes of the charity, and with regard to the Charity Commission's general guidance on public benefit. The reviews also allow us to ensure we are providing benefit to the communities we seek to help.

The focus of our work

Our main objectives for the year were to:

Offer help to people in need, including practical support, advocacy, emotional support and befriending. Stand with people in the midst of hardship, helping them find the support they need and responding where these needs are going unmet.

Reach out to people who are isolated, offering befriending and providing social opportunities for people to widen their social networks.

Provide opportunities for people with time, skills and resources to volunteer in order to help meet the needs of others in the community

Build links with and between other groups and organisations

Offer whole person care to people in the Edgbaston area through GP surgery based chaplaincy.

**How our activities deliver public benefit**

Our main activities and who we try to help are described below. Our charitable activities focus on the reduction of social isolation, relief of poverty in meeting basic needs and support to help overcome hardship, and are all undertaken to further our charitable purposes for general public benefit in our local area.

**Achievements and Performance this year**

Who used and benefitted from our services?

Our objects limit the services we provide to Birmingham and the surrounding areas, current funding means our activities are focused on the Ladywood, Edgbaston and Harborne wards of Birmingham and some parts of Smethwick. The Listening and Guidance Service, funded by Birmingham and Solihull Central Clinical Commissioning Group (B&S CCG), is commissioned to serve the patients from the Edgbaston Network of 6 Primary Care practices. In the year we concluded our Listening and Guidance Service in Sandwell which had been funded by Sandwell and West Birmingham CCG.

In the past year we worked directly with 1226 adults. Because a lot of our work involves on-going befriending, we have had regular contact with a proportion of these beneficiaries, around half of beneficiaries being seen more than once and on average each beneficiary being seen more than five times a year.

Nearly all our activities are provided free of charge, the only exception being some trips during school holidays where we ask for a small subsidy to help cover the cost of the trip and, primarily, to encourage people to secure their places.

**KARIS NEIGHBOUR SCHEME**  
**Trustees' report (including Directors' Report)**  
**For the period ended 31<sup>st</sup> December 2019**

Those we support represent a broad cross-section of the community, and reflect the diverse neighbourhoods we are working in. Less than 40% of our contacts are with people who identify as White British, the other prominent ethnic groups we work with include Black African (20% of contacts), Other White (8% of contacts) and Other Asian (8% of contacts), with many other ethnic groups being represented in the remaining third of our contacts. Over the course of the year we have supported people from 72 different countries.

As one of our projects focuses on befriending older adults, where the needs around social isolation are particularly acute, over 65s are one of the biggest age groups we work with, representing 32% of our contacts. The remainder of our work is fairly evenly spread across other age groups, demonstrating that we are succeeding in reaching all parts of the community.

A proportion of our referrals come from GPs and other health professionals, who are well placed to reach those who are socially isolated and refer on to our scheme for social needs they have identified that are impacting on someone's well being.

A lot of our support benefits the wider families and households of those we are supporting, whether this is because of an increase in household income, an improved home environment or improvements in relationships due to decreased stress or improved mood.

The main areas of charitable activity are a befriending scheme for over 60s, advocacy & advice through a partnership project known as Ladywood Community Advice, neighbourly practical help, support for refugee and asylum seeker families, and a GP surgery based chaplaincy service, our Listening and Guidance Service. These activities and the achievements that flow from our work are described below.

Our 'Karis BeFriends' project, matching volunteer befrienders to visit isolated older people living in their own homes, has directly supported 132 people this year. Alongside this befriending support, a further 121 over 60s have received support such as advocacy and advice or practical help. In the year, we have also supplemented the project by employing a 'Karis BeFriends Advice' worker, specifically providing advocacy and advice to isolated older people living in their own homes.

Our work with children & families, largely focusing on asylum seekers and refugees, has supported 373 families this year, 53 adults have attended our English for Speakers of Other Language classes where they have been supported to learn basic conversational English, and 108 adults attended the 'Welcome' group, offering chance for social interaction with other young families in similar circumstances. Our Children & Families Worker, Family Outreach Worker and volunteers visited 80 families at home to offer further befriending, practical help and advocacy. 27 families received further befriending including taking people out to help them find places in their local area or introduce them to others, accompanying them when they have appointments or providing neighbourly help or advice. The Baby Bank has supported 169 families with practical items, such as cots, buggies and baby clothes. This enables families, many of whom are living on the poverty line, to access essential equipment they need to properly care for their babies and to free up their limited resources for their other day to day needs.

Our advocacy and advice project, Ladywood Community Advice, saw 595 adults throughout the course of the year and dealt with several thousand distinct issues ranging from benefits advice and debt matters to repairs and school applications. A specialist debt advisor from Birmingham Settlement has supported our once a week drop-in session, working alongside our money advisors. We currently employ a Money Advisor and an Administrator to support the advocacy & advice work we have previously provided through volunteers. This has allowed more in-depth advice work and scheduled appointments throughout the week to deal with more complex cases.

**KARIS NEIGHBOUR SCHEME**  
**Trustees' report (including Directors' Report)**  
**For the period ended 31<sup>st</sup> December 2019**

We have provided practical help to over 80 families and individuals, ranging from small household tasks such as DIY or moving furniture to distributions of emergency food parcels or referrals to the local Birmingham Central Foodbank.

In the year we recruited a Neighbourhood Network Scheme project support worker to facilitate the engagement with and investment in community assets in our core localities.

Karis Neighbour Scheme relies heavily on its volunteers in order to achieve these impacts and public benefits. This last year has seen more than 87 volunteers involved with delivering our projects. Many of our volunteers have worked with Karis Neighbour Scheme for more than 5 years, citing the sense of personal satisfaction and sense of doing something worthwhile as reasons for volunteering. The impact and benefits gained from volunteering are a further public benefit. Our volunteering opportunities are open to all and attract a mixed age volunteer, in the most part from the local area but also from other areas across Birmingham.

In addition to the core Karis Neighbour Scheme projects, the Listening & Guidance service, an NHS funded project under the name of 'WholeCare KNS', has provided GP surgery based chaplaincy to over 175 individuals, supporting people to process issues such as stress, bereavement, depression and dealing with loss. Chaplains for Wellbeing have provided a safe space for patients to be listened to in a constructive way. More than 93% of patient responses state that they would recommend our service to family and friends. Patient's report outcomes that focus on giving them hope for the future and increased emotional resilience and understanding. Wellbeing measures, using the Warwick and Edinburgh Mental Wellbeing Scale (WEMWBS), show that, for those patients engaging with the service for a series of sessions allowing at least 2 measures to be taken, Listening and Guidance can increase patient's wellbeing by an average of 9.5 points.

**Financial review**

2019 has seen a surplus of just over £28,000 primarily due to new restricted funds received in the year not being fully spent by the year-end. There has been a £23,000 increase in restricted funds with new restricted funding received not fully utilised in WholeCare KNS (c. £7,000), Ladywood Community Advice (c. £6,000), Karis BeFriends, including the Karis BeFriends Advice worker (c. £5,000) and Practical Work (c. £5,000). There was also a further £5,000 increase in our unrestricted reserves in the year.

**Reserves Policy**

The Board have examined the charity's requirements for reserves in light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be at least three months of core expenditure. This excludes Listening & Guidance within Wholecare KNS as this is a self-contained contracted service.

Based on the forecast core expenditure for 2020 of £193,000, there should be a minimum level of reserves of £48,250. Unrestricted funds stand at £75,133 at the end of the year and the Board feel this represents an acceptable level of reserves.

**KARIS NEIGHBOUR SCHEME**  
**Trustees' report (including Directors' Report)**  
**For the period ended 31<sup>st</sup> December 2019**

**Details of any funds materially in deficit**

In 2019 there have been no funds materially in deficit.

**Principal Funding Sources**

Birmingham and Solihull CCG has been a major funder again this past year through their commissioning of the Listening & Guidance service through Wholecare KNS. We have also continued to receive some funding from Birmingham City Council via the Body, Mind & Spirit Partnership, relating to our work with older people. For the majority of projects we still primarily rely on grants and donations from grant making trusts and individuals. Our largest grant funder this year has been The William A Cadbury Charitable Trust with their ongoing support for the Ladywood Community Advice project. Donations are up on last year, with unrestricted anonymous donations received through Stewardship totalling over £40,000 and overall continue to represent a significant proportion of our income with c. £58,000 received this year.

**How expenditure has supported the key objectives of the charity.**

The largest area of expenditure continues to be the salaries of staff who manage, support and deliver projects aligned to the key objectives of the charity. Consultancy fees are primarily related to the delivery of the Listening & Guidance service through Wholecare KNS. The other major area of expenditure is around resources and activities, which are integral to the delivery of the charity's projects.

**Investment Policy**

Aside from retaining a required amount of reserves each year, most of the charity's funds are to be spent in the short term so there are negligible amounts available for investment. A proportion of reserve funds are kept in an accessible savings account, however this has made a very small return in terms of interest this year. As our levels of reserves remain close to the minimum required, it is not seen as sensible to tie up funds in investments which may yield higher returns, but would be inaccessible for project needs. This will be reviewed if we are able to significantly increase the level of reserves held.

**Plans for Future Periods**

The charity plans continuing the activities outlined above in the forthcoming years subject to satisfactory funding arrangements.

Due to NHS funding pressures and changes to CCG structures, the Board are considering future options for WholeCare KNS Listening and Guidance service should they fail to secure sufficient contract funding beyond March 2021. Additional avenues for fundraising are being explored and staff contracts reflect the short-term funding position of the service.

We are also aware that Birmingham City Council grant funding may be coming to an end and the Board are working towards strengthening our tendering position. This general move away from public sector grant funding and towards contract/payment by results is being taken seriously by the Board who are encouraging and supporting staff to work strategically towards developing like-minded partnerships and consortia that might be better placed to respond to future funding structures and requirements.

We are working towards implementing Trusted Charity, in order to undertake their external validation and gain their quality mark.

**KARIS NEIGHBOUR SCHEME**  
**Trustees' report (including Directors' Report)**  
**For the period ended 31<sup>st</sup> December 2019**

**Risk Management**

The board maintain a range of policies to ensure internal risks are well managed. This includes financial controls and authorisations, robust safeguarding policies and incident reporting which is reviewed at the regular meetings of the Board. Procedures are also in place to ensure compliance with health and safety of staff, volunteers, clients and any other visitors to the scheme. Policies are reviewed at regular intervals to ensure they still comply with best practice.

External risks, particularly relating to funding, are considered at Board meetings which currently are held every 2 to 3 months. This ensures that steps can be taken to mitigate against these risks in a timely manner, including making any necessary operational changes. Continuing to work towards the Trusted Charity standard this coming year will allow us to assess and improve, where necessary, our risk management practices in line with best practice in the Third Sector.

**Organisational Structure**

Karis Neighbour Scheme has a Board of between 5 and 15 members who meet at least quarterly and are responsible for the strategic direction and policy of the charity. At present the Committee has seven members from a variety of backgrounds relevant to the work of the charity.

The WholeCare KNS Listening and Guidance Service is managed by a 'WholeCare Management Team' who report to the Karis Neighbour Scheme Board.

Day to day responsibility for the provision of the services rest with the Chief Executive along with the individual project leads. The Chief Executive is responsible for ensuring that the charity delivers the services specified and that key performance indicators are met. The CEO currently line manages the various project leads who have responsibility for the day-to-day operational management of their respective projects.

**KARIS NEIGHBOUR SCHEME**  
**Trustees' report (including Directors' Report)**  
**For the period ended 31<sup>st</sup> December 2019**

**Trustee's responsibilities statement – charitable company**


The trustees (who are also directors of Karis Neighbour Scheme for the purposes on company law are responsible for preparing the Trustee's Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP 2015 (FRS 102);
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

Approved by the board of trustees on 25/08/20 and signed on its behalf by:



Director and Trustee

MARC KSICKA

Name

## KARIS NEIGHBOUR SCHEME

### Independent Examiner's Report to the Trustees of Karis Neighbourhood Scheme

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 December 2019 which are set out on the following pages

#### Responsibilities and basis of report

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

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

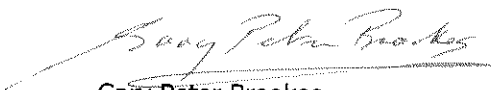
#### Independent Examiner's Statement

The Company's gross income exceeded £250,000 which meant that the examiner must be a member of a body listed in section 145 of the 2011 Act. I can confirm that I am qualified to undertake the examination because I am a member of The Institute Of Chartered Accountants for England and Wales.

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

- (1) accounting records were not kept in respect of the company as required by section 386 of the 2006 Act or
- (2) the accounts do not accord with those records
- (3) the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view ' which is not a matter considered as part of an independent examination ;or
- (4) the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland ( FRS102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Name	 Gary Peter Brookes
Relevant Professional Qualifications	FCA FCIE BSc
Address	130 Wombourne Park Wolverhampton South Staffs WV5 0LY

Date : 7/9/2020

# KARIS NEIGHBOUR SCHEME

## Statement of Financial Activities ( to include Summary Income and Expenditure Account) year ended 31 December 2019

	<u>Notes</u>	Unrestricted funds	Restricted funds	Total Funds	Total Funds
		2019			2018
		£	£	£	£
<b>Income</b>					
Voluntary Income	<b>2(a)</b>	15,446	179,822	195,268	136,161
Investment income		11	-	11	11
Charitable Activities	<b>2(b)</b>	4,630	63,073	67,703	64,460
Fundraising		2,450	-	2,450	1,181
Other Income		857	-	857	-
<b>Total Income</b>		<b>23,394</b>	<b>242,895</b>	<b>266,289</b>	<b>201,813</b>
<b>Expenditure on</b>					
Raising Funds			-	-	-
Charitable activities	<b>3</b>	18,117	219,820	237,937	229,781
<b>Total Expenditure</b>		<b>18,117</b>	<b>219,820</b>	<b>237,937</b>	<b>229,781</b>
<b>Net Income</b>		<b>5,277</b>	<b>23,075</b>	<b>28,352</b>	<b>(27,968)</b>
<b>Net movement in funds</b>		<b>5,277</b>	<b>23,075</b>	<b>28,352</b>	<b>(27,968)</b>
<b>Reconciliation of funds</b>					
<b>Total funds brought forward</b>		<b>69,856</b>	<b>25,499</b>	<b>95,355</b>	<b>123,323</b>
<b>Total funds carried forward</b>		<b>75,133</b>	<b>48,574</b>	<b>123,707</b>	<b>95,355</b>

\*\*

There were no recognised gains or losses for 2019 or 2018 other than those included in the Statement of Financial Activities

\*\* See note 12 for full comparatives for 2018



**KARIS NEIGHBOUR SCHEME**  
**Balance Sheet**  
**As at 31 December 2019**

	Notes	2019	2018
		£	£
<b>Fixed Assets</b>			
Tangible Assets for use by the charity	7	2	2
<b>Current Assets</b>			
Debtors	8	37,103	3,500
Bank & Cash in hand		107,552	135,203
		<u>144,655</u>	<u>138,703</u>
<b>Creditors : Amounts falling due within one year</b>	9	20,950	43,350
<b>Net Current Assets</b>		123,705	95,353
<b>Total Assets less Current Liabilities</b>		<u>123,707</u>	<u>95,355</u>
<b>Capital Funds</b>			
<b>Restricted Funds</b>	10	48,574	25,499
<b>Unrestricted Funds</b>			
General		75,133	69,856
<b>Total Charity Funds</b>		<u>123,707</u>	<u>95,355</u>

For the year ended 31 December 2019 the company was entitled to exemption from audit under section 477 (1) of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the period in question in accordance with section 476

The Directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with s386 and s387 of the Companies Act 2006 and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31 December 2019 and of its profit for the year then ended in accordance with the requirements of s396 and which comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

Signed and approved on the behalf of the Board on 23/08/20

Name Mark Winkler

Company number 6595341

The notes on the following pages form part of these financial statements

**KARIS NEIGHBOUR SCHEME**  
**Notes to the Accounts**  
**Year ended 31 December 2019**

**1. Accounting Policies**

**(a) Basis of Accounts Preparation**

The charity constitutes a public benefit entity as defined by FRS102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) published on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) the Charities Act 2011 the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015. The financial statements have been prepared on a going concern basis under the historical cost convention modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity

**(b) Recognition of incoming resources**

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). Any further detail is given in the Trustees' Annual Report

Where practicable, gifts in kind donated for distribution to the beneficiaries of the charity are included in stock and donations in the financial statements upon receipt. If it is impracticable to assess the fair value at receipt or if the costs to undertake such a valuation outweigh any benefits, then the fair value is recognised as a component of donations when it is distributed and an equivalent amount recognised as charitable expenditure

Fixed asset gifts in kind are recognised when receivable and are included at fair value. They are not deferred over the life of the asset.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Investment income is earned through holding assets for investment purposes such as shares and property. It includes dividends, interest and rent. Where it is not practicable to identify investment management costs incurred within a scheme with reasonable accuracy the investment income is reported net of these costs. It is included when the amount can be measured reliably. Interest income is recognised using the effective interest method and dividend and rent income is recognised as the charity's right to receive payment is established.

**KARIS NEIGHBOUR SCHEME**  
**Notes to the Accounts**  
**Year ended 31 December 2019**

**c) Expenditure recognition**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a 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. It is categorised under the following headings:

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

**Governance costs**

Include costs of the preparation and examination of statutory accounts, the costs of trustee meetings and cost of any legal advice to trustees on governance or constitutional matters.

**(d) Funds**

**Restricted Funds**

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

**Unrestricted Funds**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

**Designated funds**

Designated funds comprise of unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

**( e) Tax**

**Tax reclaims on donations and gifts**

Gift Aid and other tax reclaims are included in the SoFA at the same time as the donations to which they relate.

**(f) Debtors and creditors**

Debtors and Creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

**(g) Assets**

**Tangible fixed assets for use**

Tangible fixed assets are stated at cost ( or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Costs includes costs directly attributable to making the assets capable or operating as intended. These are capitalised if they can be used for more than one year, and cost at least £1000. They are valued at cost.

Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset on a systematic basis over its expected useful life as follows:

Office equipment	25% on a straight line basis
------------------	------------------------------

**(h) Going Concern**

The directors consider that the charity remains viable for the year ahead.

**KARIS NEIGHBOUR SCHEME**  
**Notes to the Accounts (cont.)**  
**Year ended 31 December 2019**

**2(a). Income from grants, donations and legacies**

	Unrestricted	2019		2018
	Funds	Restricted	Total	Total
	£	£	£	£
Birmingham City Council	1,305	17,789	19,094	19,063
Thrive Together Birmingham	-	17,050	17,050	16,500
Stewardship	-	40,400	40,400	15,000
Stewardship CEO	-	12,000	12,000	12,000
The William A Cadbury Charitable Trust	-	16,000	16,000	9,517
Garfield Weston Foundation	-	-	-	5,000
Grantham Yorke	-	5,500	5,500	4,500
Stewardship Development	-	3,600	3,600	3,300
The Douglas Turner Trust	-	1,500	1,500	3,000
Birmingham City Church	-	-	-	2,000
George Henry Collins	-	1,000	1,000	2,000
Hinchley Charitable Trust	-	8,250	8,250	1,750
The John Avis Trust	-	1,000	1,000	1,000
South Birmingham Friends	-	1,000	1,000	1,000
Albert Hunt trust	-	-	-	1,000
CB and HH Taylor 1984 Trust	-	1,000	1,000	1,000
Lord Austin Trust	-	-	-	1,000
Richard Kilcuppes Trust	-	1,000	1,000	1,000
The Grinmmit Trust	-	1,000	1,000	1,000
Baron Davenports Charity	-	-	-	750
Limoges Charitable Trust	-	500	500	500
Wesleyan Foundation	-	6,700	6,700	-
Sheldon Trust	-	5,000	5,000	-
Trusthouse Charitable Trust	-	5,500	5,500	-
Love Brum	-	2,000	2,000	-
Sobell Foundation	-	5,000	5,000	-
The Eveson Charitable Trust	-	8,000	8,000	-
G J W Turner Trust	-	2,000	2,000	-
The Rowlands Trust	-	5,000	5,000	-
The Harry Payne Trust	-	2,000	2,000	-
Coutts Collection	-	1,000	1,000	-
Remploy	500	2,000	2,500	-
Gift Aid tax	2,780	-	2,780	2,337
Small grants and Donations	10,861	7,033	17,894	31,944
	<u>15,446</u>	<u>179,822</u>	<u>195,268</u>	<u>136,161</u>

**2(b).Income for service provision**

<u>4,630</u>	<u>63,073</u>	<u>67,703</u>	<u>64,460</u>
<u>4,630</u>	<u>63,073</u>	<u>67,703</u>	<u>64,460</u>

20,076

242,895

## KARIS NEIGHBOUR SCHEME

### Notes to the Accounts (cont.) Year ended 31 December 2019

#### 3. Charitable Activities

##### Analysis of Expenditure

	<b>2019</b>	<b>2018</b>
	£	£
Salaries	193,897	173,813
Resources and activities	13,313	20,249
Consultancy Fees	133	164
Telephone & Postage	4,312	3,885
Rent & Room Hire	4,836	7,486
Office Expenses	2,585	2,730
Vehicle Expenses	1,812	3,075
Light Heat & water	2,580	2,580
Computer costs and software	1,379	1,305
Maintenance and small equipment	1,152	624
Insurance	2,079	2,601
Travel	1,597	1,605
Governance costs	1,750	1,949
Training & Supervision	4,114	4,040
Cleaning	720	720
Professional costs	-	1,455
Payroll Costs	759	560
Volunteers	615	488
Recruitment	304	452
	<u>237,937</u>	<u>229,781</u>

**KARIS NEIGHBOUR SCHEME**  
**Notes to the Accounts (cont.)**  
**Year ended 31 December 2019**

<b>4. Governance Costs</b>	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Accounts preparation and independent examination	1,750	1,725
Other costs		224
	<u>1,750</u>	<u>1,949</u>

**5. Employees**

Wages & Salaries	174,738	158,651
Social Security Costs	11,774	6,878
Pension Costs	7,385	8,284
	<u>193,897</u>	<u>173,813</u>

The average monthly number of staff employed by the charity during the year was as follows:

Charitable activities	<u>12</u>	<u>12</u>
	<u>12</u>	<u>12</u>

There were no employees whose annual emoluments were £60,000 or more

**6.Trustees' and key management personnel remuneration expenses**

Mrs R Cuthbert for CEO & management duties	-	2,311
Mrs H Watts - Chapain for Wellbeing	15,457	15,214
	<u>15,457</u>	<u>17,525</u>

**KARIS NEIGHBOUR SCHEME**  
**Notes to the Accounts (cont.)**  
**Year ended 31 December 2019**

**7. Tangible Fixed Assets for use by the Charity**

	Equipment	
	£	£
<b>Cost</b>		
At 1 January 2019	30,262	30,262
At 31 December 2019	<u>30,262</u>	<u>30,262</u>
<b>Depreciation</b>		
At 1 January 2019	30,260	30,260
Charge for Year	-	-
At 31 December 2019	<u>30,260</u>	<u>30,260</u>
<b>Net Book Values</b>		
At 31 December 2019	<u>2</u>	<u>2</u>

<b>8. Debtors</b>	<b>2019</b>	<b>2018</b>
	£	£
Gift Aid tax	3,500	3,500
Income Due	<u>33,603</u>	<u>-</u>
	<u>37,103</u>	<u>3,500</u>

<b>Income Due</b>	
Birmingham Settlement	4,488
Birmingham City Council	19,094
Karis Medical Centre	5,250
Birmingham & Solihull CCG	<u>4,771</u>
	<u>33,603</u>

**KARIS NEIGHBOUR SCHEME**  
**Notes to the Accounts (cont.)**  
**Year ended 31 December 2019**

**9. Creditors : Amounts falling due in less than one year**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Accruals	1,750	1,750
Deferred Income	19,200	41,600
	<u>20,950</u>	<u>43,350</u>

**Deferred Income**

Trusthouse Charitable Trust	11,500	-
Thrive Together Birmingham	4,200	1,500
The Harry Payne Trust	2,000	2,000
The Roger & Douglas Turner Trust	1,500	-
The William A Cadbury Charitable Trust	-	16,000
Hinchley Charitable Trust	-	8,250
Grantham Yorke Trust	-	5,500
The Rowlands Trust	-	5,000
George Henry Collins	-	1,000
Coutts Collection	-	1,000
Limoges Charitable Trust	-	500
Joseph Hopkins Trust	-	500
Marsh Christian Trust	-	350
	<u>19,200</u>	<u>41,600</u>

**10. Fund Reconciliation**

	<b>Fund Balances 1 January 2019</b>	<b>Incoming resources</b>	<b>Outgoing resources</b>	<b>Fund Balances 31 December 2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
KBF Advice	-	8,500	482	8,018
NNS	-	9,441	9,441	-
Advocacy	-	46,307	40,369	5,938
Listening and Guidance	6,146	68,129	61,074	13,201
Karis Befriends	17,483	36,443	39,638	14,288
Children and Families	-	43,130	43,130	-
Practical Work	-	7,095	1,836	5,259
Core Admin	-	15,000	15,000	-
Board Game Café	1,870	-	-	1,870
Core Development	-	8,850	8,850	-
<b>Total restricted</b>	<u>25,499</u>	<u>242,895</u>	<u>219,820</u>	<u>48,574</u>
<b>Unrestricted reserves</b>				
General funds	69,856	23,394	18,117	75,133
	<u>69,856</u>	<u>23,394</u>	<u>18,117</u>	<u>75,133</u>
<b>Total Funds</b>	<u>95,355</u>	<u>266,289</u>	<u>237,937</u>	<u>123,707</u>



**KARIS NEIGHBOUR SCHEME**  
**Notes to the Accounts (cont.)**  
**Year ended 31 December 2019**

**11. Net Assets Between Funds**

	<b>Unrestricted funds</b>	<b>Restricted funds</b>	<b>2018 Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Tangible Fixed assets	2	-	2
Current assets	96,081	48,574	144,655
Creditors amounts falling due within one year	(20,950)	-	(20,950)
	<u>75,133</u>	<u>48,574</u>	<u>123,707</u>

**12. SOFA Comparatives**

	<b>Notes</b>	<b>Unrestricted funds 2018</b>	<b>Restricted funds 2018</b>	<b>Total Funds 2018</b>
		<b>£</b>	<b>£</b>	<b>£</b>
<b>Income</b>				
Voluntary Income	<b>2(a)</b>	26,300	109,861	136,161
Investment income	<b>11</b>	-	-	11
Charitable Activities	<b>2(b)</b>	10,000	54,460	64,460
Fundraising		1,181	-	1,181
<b>Total Income</b>		<u>37,492</u>	<u>164,321</u>	<u>201,813</u>
<b>Expenditure on</b>				
Charitable activities	<b>3</b>	31,907	197,874	229,781
<b>Total Expenditure</b>		<u>31,907</u>	<u>197,874</u>	<u>229,781</u>
<b>Net Income / (expenditure)</b>		<u>5,585</u>	<u>(33,553)</u>	<u>(27,968)</u>
<b>Net movement in funds</b>		<u>5,585</u>	<u>(33,553)</u>	<u>(27,968)</u>
Total funds brought forward		64,271	59,052	123,323
<b>Total funds carried forward</b>		<u>69,856</u>	<u>25,499</u>	<u>95,355</u>