

**HOUSE OF MERCY**  
**UNAUDITED**  
**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2020**

**HEDLEY DUNK LIMITED**  
Chartered Accountants & Statutory Auditor  
Trinity House  
3 Bullace Lane  
Dartford  
Kent  
DA1 1BB

## HOUSE OF MERCY

### CONTENTS

	Page
<b>Reference and Administrative Details of the Charity, its Trustees and Advisers</b>	1
<b>Trustees' Report</b>	2 - 5
<b>Independent Examiner's Report</b>	6
<b>Statement of Financial Activities</b>	7
<b>Balance Sheet</b>	8
<b>Notes to the Financial Statements</b>	9 - 19

## HOUSE OF MERCY

### REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 MARCH 2020

Sister Bridget Reilly  
Mr Michael Donovan  
Ms Margaret Gallagher, Chair  
Mrs Bridget Hardy  
Sister Elizabeth O' Hara  
Mrs Paula Read  
Mr James Carter  
Mr Hugh McEwan  
Mr Robert North (appointed 5 December 2019)  
Ms Dakota Dibben (appointed 3 February 2020)  
Mrs Lily Li (appointed 1 July 2020)

**Charity registered  
number**

1087730

**Principal office**

1 Edwin Street  
Gravesend  
Kent  
DA12 1EH

**Accountants**

Hedley Dunk Limited  
Chartered Accountants  
Trinity House  
3 Bullace Lane  
Dartford  
Kent  
DA1 1BB

## **HOUSE OF MERCY**

### **TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020**

The Trustees present their annual report together with the financial statements of the Charity for the year 1 April 2019 to 31 March 2020.

#### **Objectives and activities**

##### **a. Review of Activities**

##### **The Day Centre**

The Charity runs a Day Centre which is open seven days a week. The opening hours are daily from 9.30 am to 3.30. Sundays and Bank Holidays from 11.00 am to 2.00 pm.

We offer:

- Immediate access during the opening hours – over 2,000 hours per year.
- A few simple rules – no drugs, alcohol or abusive behaviour.
- A non-judgemental approach to people and their problems.
- Respect for the privacy of the individual.
- A safe space away from the dangers of the street.
- Food – free for the homeless and cheap for other vulnerable people who seek advice.
- Toilets – basic needs that we take for granted.
- Washing facilities – somewhere to have a shower or bath.
- Clothing and bedding – a change of clothing, blankets of sleeping bags.

After attending to the immediate physical needs of service users the next function of the day centre staff is to offer the means to people to sort out their affairs. In practice this means providing an advice service and acting as a signpost to others' services.

The major areas of this advice includes:

- Access to a telephone – vital for contacting family and services.
- A letter and CV writing service – The opportunity to speak in confidence and have staff speak for service users.
- Housing – advice on where they can find accommodation.
- Employment – advice on job search and how to access the benefit system.
- Medical – help with registration with a doctor on how to access a mental health service.
- Education – help with identifying areas to upgrade skills and enrolling in relevant courses or apprenticeships.

##### **The Residential Section**

As well as offering the services available to the day centre users, the residents are offered accommodation for up to six months. During their stay they are supported by key workers with access to medical help, encouraged to volunteer in the community, attend courses to upgrade their skills, rent their own accommodation and re-enter society.

##### **Campaigning – raise awareness**

The Manager and Trustees accepts, where possible, invitations to speak about the work of the House of Mercy and the causes and extent of homelessness in the area.

## **HOUSE OF MERCY**

### **TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020**

#### **Achievements and performance**

##### **Financial review**

###### **a. Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

###### **b. Financial Review and Reserves policy**

Total income resources for the year amounted to £345,694 (2019: £313,603). Resources expended were £400,803 (2019: £334,624) leading to a net outflow of resources during the year of £55,109.

As a result the charity's reserve has decreased to around £70,885 which equates to approximately 5 months expenditure. While this is a satisfactory level after over 25 years operation as an independent charity, the trustees consider it to be prudent to hold at least six months expenditure in reserve. It is the trustees' intention to build up the reserves of the charity through accumulation of future surpluses. The trustees remain confident that the supporting charities will assist the House of Mercy if funds fall to an unsustainable level.

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

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

House Of Mercy is a registered charity, number 1087730, and is constituted under a Trust deed. The Trust Deed sets out the objects as "The provision of relief for people in necessitous circumstances who are homeless or living in inadequate accommodation and include (without prejudice to the provision of other forms of relief) the provision of housing accommodation, day care, food, advice and key working."

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

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

The body of Trustees shall consist, when completed, of not less than six nor more than twelve persons being not more than 6 nominated Trustees and not more than 4 co-opted Trustees.

The nominated Trustees shall be appointed as to not more than three by the Sister superior or other person in charge for the time being of the Sisters of Mercy, Gravesend. All other Trustees will be nominated by the current Trustees. Each appointment shall be made for a term described by the appointing body but not exceeding three years, at a meeting convened and held according to the ordinary practice of the appointing body. The Chairperson of the meeting shall cause the name of each person appointed to be notified forthwith to the Trustees. The person appointed may be, but need not be, a member of the appointing body.

##### **c. Mission Statement**

As part of the Church's work for justice and peace, the House of Mercy undertakes to help without discrimination, single homeless people overcome disadvantage. House of Mercy addresses the conditions which lead to homelessness and provide temporary accommodation and day centre facilities in order to enable people to take their place in society.

## **HOUSE OF MERCY**

### **TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020**

#### **Structure, governance and management (continued)**

##### **d. Financial risk management**

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

##### **Covid pandemic**

Although the pandemic had minimal effect on the Charity in the year under review, it should be noted that the following effects have been observed in the present financial year:

The day centre has had to be closed in order to protect staff and service users from the Corona-19 virus.

Extra expenditure has been necessary for cleaning and associated materials, masks, etc.

A limited number of staff members have had to isolate, whether because of infection, because of their vulnerability to the virus, or to protect family members who were vulnerable. This has involved extra costs in covering the vacant shifts.

Numbers of suitable users have fallen, which has affected the Charity's income.

In response to the last two points, the Charity has temporarily closed the hostel at Edwin Street.

It has become extremely difficult to hold fund-raising events, which has also impacted the finances of the Charity. In response, the Charity is approaching the supporting charities for financial assistance, and is actively seeking further sources of funds.

## HOUSE OF MERCY

### TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

#### Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial which give a true and fair view of the state of affairs of the Charity and of its incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

A handwritten signature in blue ink, reading "M. Gallagher.", is written over a light blue horizontal line.

**Ms Margaret Gallagher**

Chairperson

Date: 12 March 2021

## HOUSE OF MERCY

### INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 31 MARCH 2020

#### Independent Examiner's Report to the Trustees of House Of Mercy ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 March 2020.

#### Responsibilities and Basis of Report

As the Trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### Independent Examiner's Statement

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

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

1. accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

Signed:



Dated: 12 March 2021

Jack Fryer

ACA

Hedley Dunk Limited  
Dartford



# HOUSE OF MERCY

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2020

		Restricted funds 2020	Unrestricted funds 2020	Total funds 2020	Total funds 2019
Note		£	£	£	£
<b>Income from:</b>					
Donations and legacies	3	5,141	39,549	44,690	49,329
Charitable activities	4	-	298,955	298,955	262,641
Other trading activities	5	-	1,856	1,856	1,307
Investments	6	-	193	193	326
		<hr/>	<hr/>	<hr/>	<hr/>
<b>Total income</b>		5,141	340,553	345,694	313,603
<b>Expenditure on:</b>					
Charitable activities	7	6,504	394,299	400,803	334,624
		<hr/>	<hr/>	<hr/>	<hr/>
<b>Total expenditure</b>		6,504	394,299	400,803	334,624
		<hr/>	<hr/>	<hr/>	<hr/>
<b>Net movement in funds</b>		(1,363)	(53,746)	(55,109)	(21,021)
<b>Reconciliation of funds:</b>					
Total funds brought forward		18,170	107,824	125,994	147,015
Net movement in funds		(1,363)	(53,746)	(55,109)	(21,021)
		<hr/>	<hr/>	<hr/>	<hr/>
<b>Total funds carried forward</b>		16,807	54,078	70,885	125,994
		<hr/>	<hr/>	<hr/>	<hr/>

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

The notes on pages 9 to 19 form part of these financial statements.

# HOUSE OF MERCY

## BALANCE SHEET AS AT 31 MARCH 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	12	2,493	7,047
		<u>2,493</u>	<u>7,047</u>
<b>Current assets</b>			
Debtors	13	11,292	22,329
Cash at bank and in hand		95,161	108,347
		<u>106,453</u>	<u>130,676</u>
Creditors: amounts falling due within one year	14	(38,061)	(11,729)
		<u>68,392</u>	<u>118,947</u>
<b>Net current assets</b>			
		<u>70,885</u>	<u>125,994</u>
<b>Total assets less current liabilities</b>			
		<u>70,885</u>	<u>125,994</u>
<b>Net assets excluding pension asset</b>			
		<u>70,885</u>	<u>125,994</u>
<b>Total net assets</b>		<u>70,885</u>	<u>125,994</u>
<b>Charity funds</b>			
Restricted funds	15	16,807	18,170
Unrestricted funds	15	54,078	107,824
		<u>70,885</u>	<u>125,994</u>
<b>Total funds</b>		<u>70,885</u>	<u>125,994</u>

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



**Ms Margaret Gallagher**

Date: 12 March 2021

The notes on pages 9 to 19 form part of these financial statements.

## HOUSE OF MERCY

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

#### 1. General information

House of Mercy is a registered charity in England and Wales. The charity's registered address and principal place of business is 1 Edwin Street, Gravesend, DA12 1EH. It's main activities are set out in the trustee's report.

#### 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 Charities Act 2011.

House Of Mercy 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 Income

All income is recognised once the Charity 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.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

##### 2.3 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.

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

All expenditure is inclusive of irrecoverable VAT.

## HOUSE OF MERCY

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

#### 2. Accounting policies (continued)

##### 2.4 Tangible fixed assets and depreciation

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.

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:

Office equipment	-	33% Straight Line
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##### 2.5 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.

##### 2.6 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 or opening of the deposit or similar account.

##### 2.7 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 Charity 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.

##### 2.8 Financial instruments

The Charity 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.

##### 2.9 Pensions

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

## HOUSE OF MERCY

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

#### 2. Accounting policies (continued)

##### 2.10 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 Charity 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 Charity 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.

Investment income, gains and losses are allocated to the appropriate fund.

#### 3. Income from donations and legacies

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Donations	-	39,549	39,549
Grants	5,141	-	5,141
	<u>5,141</u>	<u>39,549</u>	<u>44,690</u>

  

	Restricted funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £
Donations	-	34,504	34,504
Grants	14,825	-	14,825
	<u>14,825</u>	<u>34,504</u>	<u>49,329</u>

# HOUSE OF MERCY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

### 4. Income from charitable activities

	Unrestricted funds 2020 £	Total funds 2020 £
Provision of housing accommodation	298,955	298,955

	Unrestricted funds 2019 £	Total funds 2019 £
Provision of housing accommodation	262,641	262,641

### 5. Income from other activities

#### Income from fundraising events

	Unrestricted funds 2020 £	Total funds 2020 £
Fundraising	1,856	1,856

	Unrestricted funds 2019 £	Total funds 2019 £
Fundraising	1,307	1,307

# HOUSE OF MERCY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

### 6. Investment income

	Unrestricted funds 2020 £	Total funds 2020 £
Bank interest received	193	193

	Unrestricted funds 2019 £	Total funds 2019 £
Bank interest received	326	326

### 7. Analysis of expenditure on charitable activities

#### Summary by fund type

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Provision of housing accommodation	6,504	394,299	400,803

	Restricted funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £
Provision of housing accommodation	6,876	327,748	334,624

# HOUSE OF MERCY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

### 8. Analysis of expenditure by activities

	Activities undertaken directly 2020 £	Support costs 2020 £	Total funds 2020 £
Provision of housing accommodation	394,177	6,626	400,803

	Activities undertaken directly 2019 £	Support costs 2019 £	Total funds 2019 £
Provision of housing accommodation	328,802	5,822	334,624

### Analysis of direct costs

	Total funds 2020 £
Staff costs	300,566
Depreciation	1,305
Salaries	-
Living costs	68,723
Property costs	22,809
Charity Donations	774
	<u>394,177</u>

### Analysis of support costs

	Total funds 2020 £
Administration and office	4,722
Accountancy Costs	1,904
	<u>6,626</u>



# HOUSE OF MERCY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

### 8. Analysis of expenditure by activities (continued)

#### Analysis of support costs (continued)

### 9. Independent examiner's remuneration

	2020 £	2019 £
Fees payable to the Charity's independent examiner for the independent examination of the Charity's annual accounts	600	600
Fees payable to the Charity's independent examiner in respect of:		
All other services not included above	1,904	1,000
	<u>2,504</u>	<u>1,600</u>

### 10. Staff costs

	2020 £	2019 £
Wages and salaries	274,492	224,623
Social security costs	21,519	13,831
Contribution to defined contribution pension schemes	4,556	2,800
	<u>300,567</u>	<u>241,254</u>

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

	2020 No.	2019 No.
Average staff numbers	15	14

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

### 11. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 March 2020, no Trustee expenses have been incurred (2019 - £1,148).

# HOUSE OF MERCY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

### 12. Tangible fixed assets

	Office equipment £
<b>Cost or valuation</b>	
At 1 April 2019	21,540
At 31 March 2020	<u>21,540</u>
<b>Depreciation</b>	
At 1 April 2019	14,492
Charge for the year	4,554
At 31 March 2020	<u>19,046</u>
<b>Net book value</b>	
At 31 March 2020	<u>2,494</u>
At 31 March 2019	<u>7,047</u>

### 13. Debtors

	2020 £	2019 £
<b>Due within one year</b>		
Other debtors	4,331	15,425
Prepayments and accrued income	1,961	1,904
Tax recoverable	5,000	5,000
	<u>11,292</u>	<u>22,329</u>

### 14. Creditors: Amounts falling due within one year

	2020 £	2019 £
Other taxation and social security	12,354	4,546
Pension fund loan payable	916	554
Other creditors	18,968	-
Accruals and deferred income	5,823	6,629
	<u>38,061</u>	<u>11,729</u>

# HOUSE OF MERCY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

### 15. Statement of funds

#### Statement of funds - current year

	Balance at 1 April 2019 £	Income £	Expenditure £	Balance at 31 March 2020 £
<b>Unrestricted funds</b>				
General Funds - all funds	107,824	340,553	(394,299)	54,078
<b>Restricted funds</b>				
KCC Specific Fund	4,250	-	-	4,250
KCC White Goods	7,547	5,141	(3,249)	9,439
Lottery Grant	6,373	-	(3,255)	3,118
	18,170	5,141	(6,504)	16,807
<b>Total of funds</b>	125,994	345,694	(400,803)	70,885

#### Statement of funds - prior year

	Balance at 1 April 2018 £	Income £	Expenditure £	Balance at 31 March 2019 £
<b>Unrestricted funds</b>				
General Funds - all funds	136,794	298,778	(327,748)	107,824
<b>Restricted funds</b>				
KCC Specific Fund	4,250	-	-	4,250
Lottery Grant	-	10,000	(3,627)	6,373
KCC White Goods	5,971	4,825	(3,249)	7,547
	10,221	14,825	(6,876)	18,170
<b>Total of funds</b>	147,015	313,603	(334,624)	125,994

# HOUSE OF MERCY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

### 16. Summary of funds

#### Summary of funds - current year

	Balance at 1 April 2019 £	Income £	Expenditure £	Balance at 31 March 2020 £
General funds	107,824	340,553	(394,299)	54,078
Restricted funds	18,170	5,141	(6,504)	16,807
	<u>125,994</u>	<u>345,694</u>	<u>(400,803)</u>	<u>70,885</u>

#### Summary of funds - prior year

	Balance at 1 April 2018 £	Income £	Expenditure £	Balance at 31 March 2019 £
General funds	136,794	298,778	(327,748)	107,824
Restricted funds	10,221	14,825	(6,876)	18,170
	<u>147,015</u>	<u>313,603</u>	<u>(334,624)</u>	<u>125,994</u>

# HOUSE OF MERCY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

### 17. Analysis of net assets between funds

#### Analysis of net assets between funds - current period

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	2,493	-	2,493
Current assets	14,314	92,139	106,453
Creditors due within one year	-	(38,061)	(38,061)
<b>Total</b>	<b>16,807</b>	<b>54,078</b>	<b>70,885</b>

#### Analysis of net assets between funds - prior period

	Restricted funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £
Tangible fixed assets	5,771	1,276	7,047
Current assets	12,399	118,277	130,676
Creditors due within one year	-	(11,729)	(11,729)
<b>Total</b>	<b>18,170</b>	<b>107,824</b>	<b>125,994</b>

### 18. Pension commitments

The charity operates a defined contribution pension scheme. The assets of the scheme 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 £4,555 (2019 - £2,800). Contributions totalling £916 (2019 - £554) were payable to the fund at the balance sheet date and are included in creditors.

### 19. Related party transactions

Three of the properties from which the charity operates are provided rent free by the Sisters of Mercy, a connected charity, as they have some trustees in common.

The charity incurred some expenditure on behalf of Sisters Of Mercy for 56 Pelham Road, a property owned by Sisters of Mercy, in which House of Mercy operates, totalling £nil (2019 - £14,873). Of this expenditure, £3,730 (2019 - £4,542) was due from Sisters of Mercy at the balance sheet date and is included in other debtors.