

**REGISTERED COMPANY NUMBER: 05741930 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1114999**

**Report of the Trustees and  
Unaudited Financial Statements for the Year Ended 31 March 2019  
for  
The Brain Charity**

Wilson Henry LLP  
Chartered Accountants  
145 Edge Lane  
Liverpool  
L7 2PF

**The Brain Charity**  
**Contents of the Financial Statements**  
**for the Year Ended 31 March 2019**

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**The Brain Charity (Registered number: 05741930)**

**Report of the Trustees  
for the Year Ended 31 March 2019**

The Trustees, who are also Directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statements of the Charity for the year ended 31 March 2018. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

**OBJECTIVES AND ACTIVITIES**

**Activities**

The Brain Charity offers practical help, emotional support and social activities to anyone with a neurological condition and to their family, friends and carers.

We offer a range of services including counselling, confidence building courses, employment support, welfare benefits advice, support for carers and a national information and advice service.

**Mission, Values and Strategic Objectives**

**Our Mission**

Our mission is to enable all those affected by neurological conditions to live longer, healthier, happier lives. We will fight together for an inclusive and just society: a world where stigma, hardship and isolation are replaced by compassion and understanding.

**Our Values**

**Kindness** We genuinely welcome everyone to our Charity and believe that each person has a unique talent and the ability to make the world a better place.

**Commitment** We will travel side by side with everyone throughout their journey no matter how complex, how long or how difficult. We roll up our sleeves whenever and wherever we need to.

**Authenticity** We accept and understand that the broadness of our own diversity and personal experience impacts directly on the level of quality and passion delivered within our services.

**Courage** We will challenge the status quo, welcome change and bravely take on any new challenges in the spirit of adventure.

**Optimism** We believe that equality for people with neurological conditions is now within reach and we will strive each and every day until prejudice and lack of opportunity are removed from our society.

**Our Strategic Objectives over the next four years**

1. Deliver a range of essential and innovative services to meet the needs of our service users.
2. Achieve excellence in the quality of our services.
3. Play our part in the wider disability equality movement by tackling discrimination at a local level.
4. Be ready for growth when it happens.
5. Increase income in order to reach out to more people.

**The Brain Charity (Registered number: 05741930)**

**Report of the Trustees  
for the Year Ended 31 March 2019**

**ACHIEVEMENT AND PERFORMANCE**

**Achievements**

2018/2019 has seen another strong period of growth for The Brain Charity with further significant increase in annual income. The team comprises 32 members of staff and 80 volunteers.

We are really pleased to report that the Charity responded to approximately 205 new enquires per month and supported a further 1,670 people per month with online information and advice across the year. In total, the Charity has supported 22,500 people during the financial year 2018/2019 with online information, telephone help and face-to-face support.

Our relationship with the Walton Centre NHS Trust has continued to strengthen and develop during this time and approximately 70% of the direct face-to-face referrals made to the Charity originate from The Trust. We have plans in place to expand our in-hospital service to a further NHS Trust with Liverpool City Region over the next 12 months.

During the year the Charity ran a pilot project which offered free neuro-physiotherapy to children with disabilities. The results from the project formed the basis of a major, successful bid submitted to Children In Need and we are looking forward to upscaling this work during 2019/2020.

We are also really pleased to run a new 3 year project which specifically supports the needs of people with dementia. The new innovative project has been funded by Quilter Cheviot Investment and is delivering community-based health interventions.

We have continued to offer a number of paid roles to several young people facing barriers to work for up to one year through the Intermediate Labour Market Fund, delivered by Liverpool City Region Combined Authority. This has again resulted in several young people being offered long-term employment within the Charity and many others going on to gain permanent full-time employment elsewhere.

A further major capital grant has also been secured to redevelop the bathrooms within our Liverpool Centre and to install a new adult changing places facility, and this major refurbishment is planned to take place later in 2019.

The Brain Charity won a National Governance Award in 2018 in recognition of its strong commitment to good governance and its recent growth.

**The level of need**

The challenges faced by our service user group continue to mount due to the impact of austerity. The Charity has seen a significant rise in the level of need, and the more urgent nature of requests is often related to lack of money to buy food and energy supplies or worsening, unsupported mental health conditions.

As with a great deal of charities working within our sector, demand outstrips supply when it comes to meeting the needs of our client group. Despite the growth in our services and the amount of support the Charity offers, many of its activities still carry a waiting list.

This points to the fact that huge levels of unmet need remain within our community.

**In-kind Support**

Recognition of what our charity does is growing throughout the Liverpool City Region and beyond which is evident not only in the increase in individual giving but also in the various ways our community has supported us in non-monetary ways, such as through volunteering hours, free equipment and CSR related activity.

The Charity estimates that these in-kind donations would amount to as much as £70,000 if a monetary value were attached to them and this continues to rise as levels of our branding recognition increase.

**The Brain Charity (Registered number: 05741930)**

**Report of the Trustees  
for the Year Ended 31 March 2019**

**ACHIEVEMENT AND PERFORMANCE**

Private companies such as Sainsburys, Influential, Tesco, David M Robinson Jewellers and Bare Foot Wine have been of great value to the Charity over the past year and have offered free support in areas as wide ranging as PR through to free refreshments for events.

**FINANCIAL REVIEW**

**Performance**

Over the year in question, despite recording an increase in total operating income, the Charity incurred an overall deficit on the income and expenditure account, as it did in the previous year.

An overall accounting deficit of £20,200 has been set against the reserves (compared to a deficit of £3,181 in the previous year). This comprises an operating deficit of £24,742 (compared to a £46,602 deficit in the previous year) plus a gain on investments of £4,542 (compared to a loss of £765 in the previous year). The previous year accounts also benefited from a one off revaluation of the long leasehold property amounting to £44,186.

It should be noted that the operating deficit includes depreciation totalling £22,685 (£31,270 in the previous year) which did not impact the cash position. The performance on day to day operations before depreciation improved this year, generating a deficit of £2,057 (compared to a £15,332 deficit in the previous year).

The Trustees are content with this year's financial performance.

**Investment policy**

The objective of the Charity's investment policy is to provide adequate financial resources to support the achievement of the charitable objectives. The Trustees are willing to incur a medium level of risk with a balanced strategy and annually revisit their capacity to incur risk.

The Trustees will not invest directly in tobacco or alcohol shares.

**Reserves policy and objectives**

The Charity's reserves policy is designed to provide the Charity with the financial flexibility to:

- a) fund shortfalls when income does not reach expected levels;
- b) fund unexpected expenditure, for example when projects over-run or unplanned events occur;
- c) ensure that the Charity is not unnecessarily holding back on spending in favour of using the resources it has to meet its charitable objectives.

The policy adopts the risk identification approach, which is based on an understanding of the Charity's various income streams, their risk profile, the degree of commitment to expenditure and the level of obligation in relation to those services it has already commenced but not completed.

**The Finance & Governance Committee**

The Charity's Finance & Governance Committee, made up of suitably qualified Trustees and Senior Management, meets each quarter for the purposes of:

- a) providing detailed scrutiny of financial matters and making recommendations, as appropriate, on financial matters to the Board;
- b) developing a set of governance principles, policies, standards and practices that optimally support the charitable objectives and making recommendations, as appropriate, on governance matters to the Board;
- c) advising and supporting the Chief Executive and the Management Team on all aspects of finance and governance.

**The Brain Charity (Registered number: 05741930)**

**Report of the Trustees  
for the Year Ended 31 March 2019**

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The Brain Charity was incorporated on 14 March 2006 and registered as a charity on 30 June 2006. On 1 April 2007 all of the assets and activities of Mersey Neurological Trusts, an associated charity, were transferred to the Charity.

The Charity is controlled by its governing document, its Memorandum and Articles of Association, and constitutes a private company limited by guarantee, incorporated under the Companies Act 2006. Since the 31 March 2019 year end, the Charity's Constitution has been overhauled and brought up to date in accordance with current legislation and best practice.

**Recruitment and appointment of new Trustees**

Following a skills audit performed by the Board which identified gaps in skills/experience, potential Trustees can be recruited in the following ways: recommendation, a referral from a recruiting organisation (e.g. Council for Voluntary Services), self-referral or advertisement.

After attending an initial meeting with the CEO, the Chair and at least one other Trustee, the applicant will be requested to submit a written statement and their CV to the Board. The acceptance of any prospective Trustees will be determined by an anonymous vote and will also be subject to a successful DBS check.

The Board is currently seeking new Trustees and would positively welcome applications from individuals from underrepresented groups and from people with neurological conditions.

**Risk management**

The Charity maintains a Risk Register to identify any major issues which may affect the Charity in order that it can assess the potential impact of these should they happen and mitigate this where possible.

The Risk Register uses a 'Likelihood' v 'Level of impact' rating system to assess each perceived risk.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

05741930 (England and Wales)

**Registered Charity number**

1114999

**Registered office**

The Brain Charity  
Norton Street  
Liverpool  
Merseyside  
L3 8LR

**Trustees**

Mr M Rea  
Mr K Wreglesworth - resigned 1.12.18  
Professor W J Chambers Chair of Trustees  
Professor G Baker  
Mrs K E Swan  
Ms J A Blackmore  
Mr T G Walsh FCA  
Dr N Silver  
Mrs T Lewin  
Dr J Picton - appointed 5.3.19  
Mr G Clements - appointed 5.3.19

The Brain Charity Registered number: 05741930)

**Report of the Trustees  
for the Year Ended 31 March 2019**

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Company Secretary**

Ms J A Blackmore

**Independent examiner**

Mrs Hilene Susan Henry FCA

ICAEW

Wilson Henry LLP

Chartered Accountants

145 Edge Lane

Liverpool

L7 2PF

**Bankers**

HSBC Bank Plc

City Branch Liverpool

99-101 Lord Street

Liverpool

Merseyside

L2 6PG

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 18<sup>th</sup> December 2019 and signed on its behalf by:



.....  
Professor W J Chambers - Chair of Trustees

**Independent Examiner's Report to the Trustees of  
The Brain Charity (Registered number: 05741930)**

**Independent examiner's report to the trustees of The Brain Charity ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2019.

**Responsibilities and basis of report**

As the charity's 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 charity'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**

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ICAEW 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:

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; or
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 (FRS 102)].

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

Mrs Hilene Susan Henry FCA  
ICAEW  
Wilson Henry LLP  
Chartered Accountants  
145 Edge Lane  
Liverpool  
L7 2PF



Date: 18.12.2019.....

The Brain Charity

Statement of Financial Activities  
(Incorporating an Income and Expenditure Account)  
for the Year Ended 31 March 2019

	Not es	Unrestricted funds £	Restricted funds £	2019 Total funds £	2018 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	66,976	-	66,976	76,070
<b>Charitable activities</b>	5				
Other projects		79,413	225,667	305,080	275,086
Other trading activities	3	322,059	1,498	323,557	302,160
Investment income	4	<u>10,845</u>	<u>-</u>	<u>10,845</u>	<u>10,083</u>
<b>Total</b>		479,293	227,165	706,458	663,399
<b>EXPENDITURE ON</b>					
Raising funds	6	106,174	66,242	172,416	143,499
<b>Charitable activities</b>	7				
Other projects		<u>399,295</u>	<u>159,489</u>	<u>558,784</u>	<u>566,502</u>
<b>Total</b>		505,469	225,731	731,200	710,001
Net gains/(losses) on investments		<u>4,542</u>	<u>-</u>	<u>4,542</u>	<u>(765)</u>
<b>NET INCOME/(EXPENDITURE)</b>		(21,634)	1,434	(20,200)	(47,367)
<b>Transfers between funds</b>	18	<u>16,046</u>	<u>(16,046)</u>	<u>-</u>	<u>-</u>
<b>Other recognised gains/(losses)</b>					
Gains/(losses) on revaluation of fixed assets		<u>-</u>	<u>-</u>	<u>-</u>	<u>44,186</u>
<b>Net movement in funds</b>		(5,588)	(14,612)	(20,200)	(3,181)
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<u>970,361</u>	<u>29,821</u>	<u>1,000,182</u>	<u>1,003,363</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>964,773</u></u>	<u><u>15,209</u></u>	<u><u>979,982</u></u>	<u><u>1,000,182</u></u>

The notes form part of these financial statements

The Brain Charity (Registered number: 05741930)

Balance Sheet  
At 31 March 2019

	Notes	Unrestricted funds £	Restricted funds £	2019 Total funds £	2018 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	14	626,771	8,118	634,889	648,046
Investments	15	<u>276,054</u>	<u>-</u>	<u>276,054</u>	<u>274,275</u>
		902,825	8,118	910,943	922,321
<b>CURRENT ASSETS</b>					
Debtors	16	94,929	-	94,929	51,633
Cash at bank and in hand		<u>22,062</u>	<u>15,424</u>	<u>37,486</u>	<u>53,291</u>
		116,991	15,424	132,415	104,924
<b>CREDITORS</b>					
Amounts falling due within one year	17	<u>(55,043)</u>	<u>(8,333)</u>	<u>(63,376)</u>	<u>(27,063)</u>
<b>NET CURRENT ASSETS</b>		<u>61,948</u>	<u>7,091</u>	<u>69,039</u>	<u>77,861</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>964,773</u>	<u>15,209</u>	<u>979,982</u>	<u>1,000,182</u>
<b>NET ASSETS</b>		<u>964,773</u>	<u>15,209</u>	<u>979,982</u>	<u>1,000,182</u>
<b>FUNDS</b>	18				
Unrestricted funds				964,773	970,361
Restricted funds				<u>15,209</u>	<u>29,821</u>
<b>TOTAL FUNDS</b>				<u>979,982</u>	<u>1,000,182</u>

The notes form part of these financial statements

The Brain Charity (Registered number: 05741930)

Balance Sheet - continued  
At 31 March 2019

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2019 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees on 18<sup>th</sup> December 2019 and were signed on its behalf by:



.....  
Professor W J Chambers - Chair of Trustees

The notes form part of these financial statements

**The Brain Charity**  
**Cash Flow Statement**  
**for the Year Ended 31 March 2019**

	Notes	2019 £	2018 £
<b>Cash flows from operating activities:</b>			
Cash generated from operations	1	(19,881)	(54,875)
Interest paid		<u>(4)</u>	<u>-</u>
<b>Net cash provided by (used in) operating activities</b>		<u>(19,885)</u>	<u>(54,875)</u>
<b>Cash flows from investing activities:</b>			
Purchase of tangible fixed assets		(9,528)	(3,778)
Purchase of fixed asset investments		(1,779)	(34,250)
Sale of fixed asset investments		4,542	66,654
Interest received		22	1
Dividends received		<u>10,823</u>	<u>10,082</u>
<b>Net cash provided by (used in) investing activities</b>		<u>4,080</u>	<u>38,709</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>(15,805)</u>	<u>(16,166)</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>53,291</u>	<u>69,457</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u>37,486</u>	<u>53,291</u>

The notes form part of these financial statements

The Brain Charity

Notes to the Cash Flow Statement  
for the Year Ended 31 March 2019

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2019 £	2018 £
<b>Net income/(expenditure) for the reporting period (as per the statement of financial activities)</b>	(20,200)	(47,367)
<b>Adjustments for:</b>		
Depreciation charges	22,685	31,270
(Gain)/losses on investments	(4,542)	765
Interest received	(22)	(1)
Interest paid	4	-
Dividends received	(10,823)	(10,082)
Increase in debtors	(43,296)	(6,705)
Increase/(decrease) in creditors	<u>36,313</u>	<u>(22,755)</u>
<b>Net cash provided by (used in) operating activities</b>	<u>(19,881)</u>	<u>(54,875)</u>

## The Brain Charity

### Notes to the Financial Statements for the Year Ended 31 March 2019

#### 1. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments and the long leasehold property, which are included at market value, as modified by the revaluation of certain assets.

##### **Income**

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

##### **Expenditure**

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

##### **Tangible fixed assets**

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

Long leasehold	- in accordance with the property
Mechanical and electrical installation	- 5% on cost
Plant and machinery	- 10% on cost
Fixtures and fittings	- 10% on cost
Computer equipment	- 33% on cost

Long leasehold property includes long leasehold land which is not depreciated as it is deemed to have an infinite useful economic life.

All classes of tangible fixed asset are included at cost and are reviewed annually for evidence of impairment when there is an indication that the value of the asset may have fallen below its recoverable amount by way of physical deterioration, obsolescence or other change. Where this is the case the value of the asset is written down to its recoverable amount. The recoverable amount of an asset is measured by reference to its net realisable value.

There is no de-minimis limit under which tangible fixed assets are capitalised.

##### **Taxation**

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

##### **Fund accounting**

Unrestricted funds can be used in accordance with the charity's objectives at the discretion of trustees.

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

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

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

1. ACCOUNTING POLICIES - continued

**Pension costs and other post-retirement benefits**

The charitable Company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**Irrecoverable value added tax**

Any disallowable input tax incurred either forms part of the corresponding expended resource recognised within the Statement of Financial Activities or is capitalised on the Balance Sheet as part of the cost of a fixed asset.

2. DONATIONS AND LEGACIES

	2019 £	2018 £
Donations inc gift aid	<u>66,976</u>	<u>76,070</u>

3. OTHER TRADING ACTIVITIES

	2019 £	2018 £
Fundraising events	33,353	16,986
Room hire and rental income	90,222	91,683
Corporate sponsorship	168,750	175,000
Other income	8,899	1,165
Cafe income	<u>22,333</u>	<u>17,326</u>
	<u>323,557</u>	<u>302,160</u>

4. INVESTMENT INCOME

	2019 £	2018 £
Dividend income from listed investments	10,823	10,082
Interest receivable - trading	<u>22</u>	<u>1</u>
	<u>10,845</u>	<u>10,083</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2019 £	2018 £
Grants	<u>305,080</u>	<u>275,086</u>
Activity Other projects		

The increase in grants is largely due to funding from the European Social Funding relating to the Intermediate Labour Market (ILM) placements.

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

5. INCOME FROM CHARITABLE ACTIVITIES - continued

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

	2019 £	2018 £
Grants	<u>305,080</u>	<u>275,086</u>

6. RAISING FUNDS

Raising donations and legacies

	2019 £	2018 £
Events	11,644	9,416
Fundraising Team	<u>1,706</u>	<u>5,866</u>
	<u>13,350</u>	<u>15,282</u>

Other trading activities

	2019 £	2018 £
Purchases	29,468	15,375
Staff costs	127,192	108,151
Bad debts	612	2,490
Interest payable and similar charges	<u>4</u>	<u>-</u>
	<u>157,276</u>	<u>126,016</u>

Investment management costs

	2019 £	2018 £
Investment management fees	<u>1,790</u>	<u>2,201</u>

Aggregate amounts

<u>172,416</u>	<u>143,499</u>
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7. CHARITABLE ACTIVITIES COSTS

	Direct costs £	Support costs (See note 8) £	Totals £
Other projects	<u>298,155</u>	<u>260,629</u>	<u>558,784</u>

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

8. SUPPORT COSTS

	Finance £	Human resources £	Other £	Governance costs £	Totals £
Other projects	<u>965</u>	<u>132,760</u>	<u>106,361</u>	<u>20,543</u>	<u>260,629</u>

9. NET INCOME/(EXPENDITURE)

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

	2019 £	2018 £
Depreciation - owned assets	<u>22,685</u>	<u>31,270</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no Trustees' remuneration or other benefits for the year ended 31 March 2019 nor for the year ended 31 March 2018.

**Trustees' expenses**

There were no Trustees' expenses paid for the year ended 31 March 2019 nor for the year ended 31 March 2018.

11. STAFF COSTS

	2019 £	2018 £
Wages and salaries	489,790	476,439
Social security costs	30,059	22,030
Other pension costs	<u>28,154</u>	<u>29,082</u>
	<u>548,003</u>	<u>527,551</u>

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

	2019	2018
Management	3	3
Administration, finance, IT & HR	3	3
Carer's advocacy	4	4
Fundraising	1	1
Library and information	4	4
Communications	1	1
Café and room hire	2	2
Employment, counselling & welfare	4	4
Cleaner	1	1
ILM placements	<u>9</u>	<u>9</u>
	<u>32</u>	<u>32</u>

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

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	76,070	-	76,070
<b>Charitable activities</b>			
Other projects	32,412	242,674	275,086
Other trading activities	296,669	5,491	302,160
Investment income	<u>10,083</u>	<u>-</u>	<u>10,083</u>
<b>Total</b>	<b>415,234</b>	<b>248,165</b>	<b>663,399</b>
<b>EXPENDITURE ON</b>			
Raising funds	89,050	54,449	143,499
<b>Charitable activities</b>			
Other projects	<u>380,042</u>	<u>186,460</u>	<u>566,502</u>
<b>Total</b>	<b>469,092</b>	<b>240,909</b>	<b>710,001</b>
<b>Net gains/(losses) on investments</b>	<u>(765)</u>	<u>-</u>	<u>(765)</u>
<b>NET INCOME/(EXPENDITURE)</b>	<b>(54,623)</b>	<b>7,256</b>	<b>(47,367)</b>
<b>Transfers between funds</b>	<u>108,204</u>	<u>(108,204)</u>	<u>-</u>
<b>Other recognised gains/(losses)</b>			
Gains/(losses) on revaluation of fixed assets	<u>44,186</u>	<u>-</u>	<u>44,186</u>
<b>Net movement in funds</b>	<b>97,767</b>	<b>(100,948)</b>	<b>(3,181)</b>
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>			
As previously reported	888,890	130,769	1,019,659
Prior year adjustment	<u>(16,296)</u>	<u>-</u>	<u>(16,296)</u>
<b>As Restated</b>	<b>872,594</b>	<b>130,769</b>	<b>1,003,363</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b><u>970,361</u></b>	<b><u>29,821</u></b>	<b><u>1,000,182</u></b>

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

13. INDEPENDENT EXAMINER'S REMUNERATION

	2019 £	2018 £
In respect of other services in the year	1,375	1,375
In respect of the external scrutiny of the financial statements	<u>3,650</u>	<u>3,650</u>

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

14. TANGIBLE FIXED ASSETS

	Long leasehold £	Mechanical and electrical installation £	Plant and machinery £
<b>COST</b>			
At 1 April 2018	530,000	119,654	73,785
Additions	<u>8,313</u>	<u>-</u>	<u>-</u>
At 31 March 2019	<u>538,313</u>	<u>119,654</u>	<u>73,785</u>
<b>DEPRECIATION</b>			
At 1 April 2018	-	44,315	50,331
Charge for year	<u>-</u>	<u>5,983</u>	<u>7,379</u>
At 31 March 2019	<u>-</u>	<u>50,298</u>	<u>57,710</u>
<b>NET BOOK VALUE</b>			
At 31 March 2019	<u>538,313</u>	<u>69,356</u>	<u>16,075</u>
At 31 March 2018	<u>530,000</u>	<u>75,339</u>	<u>23,454</u>
	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>			
At 1 April 2018	46,393	41,919	811,751
Additions	<u>1,215</u>	<u>-</u>	<u>9,528</u>
At 31 March 2019	<u>47,608</u>	<u>41,919</u>	<u>821,279</u>
<b>DEPRECIATION</b>			
At 1 April 2018	31,702	37,357	163,705
Charge for year	<u>4,761</u>	<u>4,562</u>	<u>22,685</u>
At 31 March 2019	<u>36,463</u>	<u>41,919</u>	<u>186,390</u>
<b>NET BOOK VALUE</b>			
At 31 March 2019	<u>11,145</u>	<u>-</u>	<u>634,889</u>
At 31 March 2018	<u>14,691</u>	<u>4,562</u>	<u>648,046</u>

Included in cost or valuation of land and buildings is freehold land of £50,000 (2018 - £50,000) which is not depreciated.

The long leasehold property was revalued on 19 September 2018 by an independent, qualified valuer, with recent and relevant experience in the location and category of the property being valued, Keppie Massie Ltd.

The property was valued at £530,000 and this is deemed to be the value of the property at 31 March 2019 other than the subsequent property improvement included within additions.

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

14. TANGIBLE FIXED ASSETS - continued

If the long leasehold property was held under the cost model, the carrying amount that would have been recognised is £483,139 (2018: £485,814).

15. FIXED ASSET INVESTMENTS

	Listed investments £
<b>MARKET VALUE</b>	
At 1 April 2018	274,275
Net movement in the year	<u>1,779</u>
At 31 March 2019	<u>276,054</u>
 <b>NET BOOK VALUE</b>	
At 31 March 2019	<u>276,054</u>
At 31 March 2018	<u>274,275</u>

The fair value of the investments is based upon the quoted market price in an active market.

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	89,307	47,689
Prepayments and accrued income	<u>5,622</u>	<u>3,944</u>
	<u>94,929</u>	<u>51,633</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade creditors	7,117	2,435
Social security and other taxes	8,040	(5,488)
VAT	10,777	13,839
Other creditors	2,731	3,874
Accruals and deferred income	<u>34,711</u>	<u>12,403</u>
	<u>63,376</u>	<u>27,063</u>

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

18. MOVEMENT IN FUNDS

	At 1.4.18	Net movement in funds	Transfers between funds	At 31.3.19
	£	£	£	£
<b>Unrestricted funds</b>				
General fund	340,361	(21,634)	16,046	334,773
Norton Street Centre	530,000	-	-	530,000
Building improvements and maintenance	100,000	-	-	100,000
	<u>970,361</u>	<u>(21,634)</u>	<u>16,046</u>	<u>964,773</u>
<b>Restricted funds</b>				
Carer's Advocacy project	-	(5,137)	5,137	-
Post code lottery	11,691	-	(11,691)	-
Link workers - Sefton	(53)	(600)	653	-
Morrisons	4,618	-	(4,618)	-
Morgan Foundation	601	319	-	920
Proven Family Trust	-	1,000	(1,000)	-
Rathbone Investment Management	1,492	(7)	(1,485)	-
Postcode Lottery 2016	6,496	(4,691)	(1,805)	-
Lottery Feasibility Grant	4,500	-	(4,500)	-
Wootton Trust	476	-	(476)	-
Dance Stars	-	(4,739)	4,739	-
Groundwork Trust	-	1,000	(1,000)	-
Dementia Project	-	14,289	-	14,289
	<u>29,821</u>	<u>1,434</u>	<u>(16,046)</u>	<u>15,209</u>
<b>TOTAL FUNDS</b>	<u>1,000,182</u>	<u>(20,200)</u>	<u>-</u>	<u>979,982</u>

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	479,293	(505,469)	4,542	(21,634)
<b>Restricted funds</b>				
Carer's Advocacy project	95,971	(101,108)	-	(5,137)
Morgan Foundation	9,192	(8,873)	-	319
Proven Family Trust	1,000	-	-	1,000
Postcode Lottery 2016	95,002	(99,693)	-	(4,691)
Groundwork Trust	1,000	-	-	1,000
Dementia Project	25,000	(10,711)	-	14,289
Link workers - Sefton	-	(600)	-	(600)
Rathbone Investment Management	-	(7)	-	(7)
Dance Stars	-	(4,739)	-	(4,739)
	227,165	(225,731)	-	1,434
<b>TOTAL FUNDS</b>	<u>706,458</u>	<u>(731,200)</u>	<u>4,542</u>	<u>(20,200)</u>

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

18. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.17	Prior year adjustment	Net movement in funds	Transfers between funds	At 31.3.18
	£	£	£	£	£
<b>Unrestricted Funds</b>					
General fund	271,284	(16,296)	(10,437)	95,810	340,361
Norton Street Centre	487,606	-	-	42,394	530,000
Building improvements and maintenance	<u>130,000</u>	<u>-</u>	<u>-</u>	<u>(30,000)</u>	<u>100,000</u>
	888,890	(16,296)	(10,437)	108,204	970,361
<b>Restricted Funds</b>					
Amenity Grant	659	-	(20)	(639)	-
Capacity Builders (Capital Grant)	19,792	-	(1,164)	(18,628)	-
Social Enterprise Investment Fund (Capital Grant)	70,439	-	(4,605)	(65,834)	-
Penny In The Pound	262	-	(20)	(242)	-
Liverpool City Council	611	-	(39)	(572)	-
Access To Work	481	-	(13)	(468)	-
Police Fund (Railings)	3,675	-	(233)	(3,442)	-
Bridgewater Community Healthcare	860	-	(19)	(841)	-
Medicash	3,940	-	(91)	(3,849)	-
Carer's Advocacy project	1,577	-	19,810	(21,387)	-
Post code lottery	13,045	-	(1,354)	-	11,691
Link workers - Sefton	19	-	(72)	-	(53)
Morrisons	4,618	-	-	-	4,618
ESF ILM	-	-	(7,698)	7,698	-
Morgan Foundation	601	-	-	-	601
Rathbone Investment Management	1,500	-	(8)	-	1,492
Postcode Lottery 2016	8,690	-	(2,194)	-	6,496
Lottery Feasibility Grant	-	-	4,500	-	4,500
Wootton Trust	<u>-</u>	<u>-</u>	<u>476</u>	<u>-</u>	<u>476</u>
	130,769	-	7,256	(108,204)	29,821
<b>TOTAL FUNDS</b>	<u>1,019,659</u>	<u>(16,296)</u>	<u>(3,181)</u>	<u>-</u>	<u>1,000,182</u>

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	415,234	(469,092)	43,421	(10,437)
<b>Restricted funds</b>				
Access To Work	-	(13)	-	(13)
Carer's Advocacy project	116,339	(96,529)	-	19,810
Post code lottery	-	(1,354)	-	(1,354)
ESF ILM	109,731	(117,429)	-	(7,698)
Morgan Foundation	9,795	(9,795)	-	-
Rathbone Investment Management	-	(8)	-	(8)
Postcode Lottery 2016	-	(2,194)	-	(2,194)
Lottery Feasibility Grant	9,500	(5,000)	-	4,500
Wootton Trust	2,800	(2,324)	-	476
Amenity Grant	-	(20)	-	(20)
Capacity Builders (Capital Grant)	-	(1,164)	-	(1,164)
Social Enterprise Investment Fund (Capital Grant)	-	(4,605)	-	(4,605)
Penny In The Pound	-	(20)	-	(20)
Liverpool City Council	-	(39)	-	(39)
Police Fund (Railings)	-	(233)	-	(233)
Bridgewater Community Healthcare	-	(19)	-	(19)
Medicash	-	(91)	-	(91)
Link workers - Sefton	-	(72)	-	(72)
	<u>248,165</u>	<u>(240,909)</u>	<u>-</u>	<u>7,256</u>
<b>TOTAL FUNDS</b>	<u>663,399</u>	<u>(710,001)</u>	<u>43,421</u>	<u>(3,181)</u>

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

18. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.17	Prior year adjustment	Net movement in funds	Transfers between funds	At 31.3.19
	£	£	£	£	£
<b>Unrestricted funds</b>					
General fund	271,284	(16,296)	(32,071)	111,856	334,773
Norton Street Centre	487,606	-	-	42,394	530,000
Building improvements and maintenance	<u>130,000</u>	<u>-</u>	<u>-</u>	<u>(30,000)</u>	<u>100,000</u>
	888,890	(16,296)	(32,071)	124,250	964,773
<b>Restricted funds</b>					
Amenity Grant	659	-	(20)	(639)	-
Capacity Builders (Capital Grant)	19,792	-	(1,164)	(18,628)	-
Social Enterprise Investment Fund (Capital Grant)	70,439	-	(4,605)	(65,834)	-
Penny In The Pound	262	-	(20)	(242)	-
Liverpool City Council	611	-	(39)	(572)	-
Access To Work	481	-	(13)	(468)	-
Police Fund (Railings)	3,675	-	(233)	(3,442)	-
Bridgewater Community Healthcare	860	-	(19)	(841)	-
Medicash	3,940	-	(91)	(3,849)	-
Carer's Advocacy project	1,577	-	14,673	(16,250)	-
Post code lottery	13,045	-	(1,354)	(11,691)	-
Link workers - Sefton	19	-	(672)	653	-
Morrisons	4,618	-	-	(4,618)	-
ESF ILM	-	-	(7,698)	7,698	-
Morgan Foundation	601	-	319	-	920
Proven Family Trust	-	-	1,000	(1,000)	-
Rathbone Investment Management	1,500	-	(15)	(1,485)	-
Postcode Lottery 2016	8,690	-	(6,885)	(1,805)	-
Lottery Feasibility Grant	-	-	4,500	(4,500)	-
Wootton Trust	-	-	476	(476)	-
Dance Stars	-	-	(4,739)	4,739	-
Groundwork Trust	-	-	1,000	(1,000)	-
Dementia Project	<u>-</u>	<u>-</u>	<u>14,289</u>	<u>-</u>	<u>14,289</u>
	<u>130,769</u>	<u>-</u>	<u>8,690</u>	<u>(124,250)</u>	<u>15,209</u>
<b>TOTAL FUNDS</b>	<u>1,019,659</u>	<u>(16,296)</u>	<u>(23,381)</u>	<u>-</u>	<u>979,982</u>

The Brain Charity

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2019

18. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	894,527	(974,561)	47,963	(32,071)
<b>Restricted funds</b>				
Carer's Advocacy project	212,310	(197,637)	-	14,673
ESF ILM	109,731	(117,429)	-	(7,698)
Morgan Foundation	18,987	(18,668)	-	319
Proven Family Trust	1,000	-	-	1,000
Postcode Lottery 2016	95,002	(101,887)	-	(6,885)
Lottery Feasibility Grant	9,500	(5,000)	-	4,500
Wootton Trust	2,800	(2,324)	-	476
Groundwork Trust	1,000	-	-	1,000
Dementia Project	25,000	(10,711)	-	14,289
Amenity Grant	-	(20)	-	(20)
Capacity Builders (Capital Grant)	-	(1,164)	-	(1,164)
Social Enterprise Investment Fund (Capital Grant)	-	(4,605)	-	(4,605)
Penny In The Pound	-	(20)	-	(20)
Liverpool City Council	-	(39)	-	(39)
Access To Work	-	(13)	-	(13)
Police Fund (Railings)	-	(233)	-	(233)
Bridgewater Community Healthcare	-	(19)	-	(19)
Medicash	-	(91)	-	(91)
Post code lottery	-	(1,354)	-	(1,354)
Link workers - Sefton	-	(672)	-	(672)
Rathbone Investment Management	-	(15)	-	(15)
Dance Stars	-	(4,739)	-	(4,739)
	<u>475,330</u>	<u>(466,640)</u>	<u>-</u>	<u>8,690</u>
<b>TOTAL FUNDS</b>	<u>1,369,857</u>	<u>(1,441,201)</u>	<u>47,963</u>	<u>(23,381)</u>

**Designated funds**

Norton Street Centre

This is the unrestricted net book value of the long leasehold property.

Building Improvements and Maintenance

The Board have undertaken a review of the Norton Street premises, which is now 25 years old and have identified and scheduled potential repair works which will be required to the building over the next ten years. The Trustees have agreed to designate a proportion of donations each year to provide for these future works. The Board believes £100,000 will cover the cost of these repairs.

19. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2019.