

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

31 DECEMBER 2017

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Note

Reference to "Group" throughout relate to The Scout Association – County of Birmingham and its subsidiary undertaking Blackwell Adventure.

References to "Charity" throughout relate solely to The Scout Association – County of Birmingham.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

CHARITY REFERENCE AND ADMINISTRATIVE INFORMATION

Charity name: The Scout Association County of Birmingham
Other name the charity is known by: Birmingham County Scouts
Registered charity number: 524566
Registered charity date: 25 March 1964
HQ Registration number: 00103
HQ Registration date: 16 March 1931
Charity registered address: Centenary House, 89-91 Hatchett Street, Newtown, Birmingham, B19 3NY
Tel: 0121 330 1212, Email: headquarters@birminghamscouts.org.uk
Web: www.birminghamscouts.org.uk

Subsidiary Charity name: Blackwell Adventure
Subsidiary Charity principle address: Blackwell Court, Agmore Road, Blackwell, Worcester, B60 1PX
Tel: 0121 445 1285, Email: info@blackwelladventure.co.uk
Web: www.blackwelladventure.co.uk

CUSTODIAN TRUSTEES

The Scout Association Trust Corporation

BANKERS

HSBC Bank plc, 130 New Street, Birmingham B32 4JU
Lloyds Bank plc, 25 Gresham Street, London EC2V 7HN

AUDITORS

PKF Cooper Parry Group Limited, Park View, One Central Boulevard, Blythe Valley Park, Solihull B90 8BG

INVESTMENT MANAGERS

Charles Stanley & Company Limited, 55 Calthorpe Road, Edgbaston, Birmingham, B15 1TH

Committee Right to attend (not trustee, nonvoting)

Regional Commissioner – Dan Potter

Charity Supporters 2016 (not trustees)

County President

David Bradnock MBE, DL, JP, FBHI

County Patron

John Saville DL, JP

County Vice Presidents

His Grace the Archbishop of Birmingham – The Most Reverend Bernard Longley

The Bishop of Birmingham - The Rt. Revd. David Urquhart

Hon. Ald. Len Gregory

Cllr Randall Brew OBE, FCA

Mr Duncan Cadbury

Mr Lawrence Fagg

Mrs Maggie Jones

Mr Rick Keeber

Mr Brian Kimberley

Mrs Sheila Kimberley

Mr Pete Oldham

Mr Graham Shaylor OBE

Miss Linda Bateman

Mr Tom Cryer

Mr Peter Taylor

Mr Gordon Higginson

Mr Roger Morcom

Mr Paul Platnauer

Mrs Sarah Trinder

Mr Daryl Holloway

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2017

The trustees present their annual report and audited financial statements for the year ended 31 December 2017.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and 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 published on 16 July 2014.

Trustees of the charity

The trustees who have served during the year and since the year end were as follows:

Committee Members Ex-Officio (trustee, voting)

Andrew Lloyd - County Commissioner
Dave Allen - County Chairman (County Officers)
Nick Fawdry - County Secretary (County Officers) (from 01/01/2017 to 30/09/2017)
Amanda Cardall – County Secretary (County Officers) (from 01/09/2017)
Linda Gurmin - County Treasurer (County Officers)
Sean Kelly – County Youth Commissioner

Committee Nominated Members (trustee, voting)

Harry Fowler
Pete Oldham (from 15/05/2017)
David Gilburn
Paul Little (from 15/05/2017)
Janet Sutton (stood down 15/05/2017)
Adam Brinkworth
Gerry Russell (stood down 15/05/2017)
Maggie Jones (from 15/05/2017)

Committee Elected Members (trustee, voting)

Heidi Guest (from 15/05/2017)
David Archer (from 15/05/2017)
James Holmes (from 15/05/2017)
Abigail McMillan (from 15/05/2017)
David Phillips (stood down 15/05/2017)
John Smith (stood down 15/05/2017)
Yvonne Woodhall (stood down 15/05/2017)
Rhys Mant (stood down 15/05/2017)
Alex Harverson

Committee Co-opted Members (trustee, voting)

Chair of the Appointment Advisory Committee - Simon Cardall
Chair of the Faiths and Beliefs Committee - Daryl Holloway
Chair of the County Shop Committee – Gerald Peel

Committee Invited to attend (not trustees, nonvoting)

County Communications Manager - Amanda Cardall
County Safety Co-ordinator - Chris Ely
Chair of Blackwell Adventure – Paul Fennell (from 5/05/2017)

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2017

Objectives and activities

Objectives and activities

Summary of the objects of the charity set out in the governing document as follows:

The Purpose of Scouting

Scouting exists to actively engage and support young people in their personal development, empowering them to make a positive contribution to society.

The Values of Scouting

As Scouts we are guided by these values:

Integrity - We act with integrity; we are honest, trustworthy and loyal.

Respect - We have self-respect and respect for others.

Care - We support others and take care of the world in which we live.

Belief - We explore our faiths, beliefs and attitudes.

Co-operation - We make a positive difference; we co-operate with others and make friends.

The Scout Method

Scouting takes place when young people, in partnership with adults, work together based on the values of Scouting and:

- enjoy what they are doing and have fun
- take part in activities indoors and outdoors
- learn by doing
- share in spiritual reflection
- take responsibility and make choices
- undertake new and challenging activities
- make and live by their Promise.

Public benefit statement

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's objectives and in planning for future activities. In particular, the trustees have considered how planned activities will contribute to the aims and objectives set.

Achievements and performance

By an increase in deposits taken and retained surpluses, Blackwell reflecting the steady growth in annual sales the company has been and remains cash positive throughout the year while continuing the investment programme at a steady pace.

Work on upgrading all the toilet and showering facilities is nearing completion. This investment, over the past three years, is in excess of £150,000 and has made a significant difference to the facilities on the campsites. In addition, the continuing introduction of new activities, such as the fan descender (a "parachute" drop) and the artificial caving system (in 2018) will add to the enjoyment of the young people and adults at both centres.

Among other projects towards a lighter environmental footprint work has been undertaken on energy conservation measures, including new double-glazed windows in the Peter Perry Group Room and a more efficient replacement boiler and controls in the Manor House

The Scout County organised and ran a wide variety of activities and events for the youth membership including: Cooking, Air Rifle Shooting, Chess, Archery, and 7-a-side football competitions. In addition there were Bivouac, BrumVenture and IceScout camps, together with the National Scout and Guide Symphony Orchestra.

In addition to the ongoing training of adult Leaders in the nationally recognised modular programme, plus the mandatory first aid, safety and safeguarding training, we also undertaking training for executive committee members and trustees at all levels within the County. We are also continuing with practical skills training weekends. An adult hillwalking and climbing group enabled more trained and qualified Leaders to be available to work with young people.

There were again good numbers of young people who achieved their Bronze, Silver, Gold, Diamond or Platinum Chief Scout's Award in the training sections. 2 member reached the Gold standard of the Duke of Edinburgh's Award others gained their Silver and Bronze awards. There were 4 Queen's Scout Awards achieved, this is the highest award that young people can achieve in Scouting.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2017

The County membership has increased again this year with a total of young people and adults of 7,372 on the 2017 census.

Financial Review

County

The charity had total revenue of £285,965. The result for the year shows a deficit of £44,816 which is primarily due to the timing of when income is received and when the related expenditure is incurred.

Blackwell Adventure

The company has had a good year achieving 96% of forecast with a total revenue of £781,214 and a net surplus of £12,373. Although the headline revenue is lower than 2016 the core revenues from Scouts, Guides and schools has been strong. The reduction is a consequence of a large commercial organisation not returning this year due to a change of strategy and no “Jamborees” or large camps celebrating Scouting anniversaries both of which are an anticipated cyclical influence on revenue.

Throughout the year the Trustees have continued to invest in the site infrastructure in order to maintain and improve the overall product range and facilities.

Plans for the Future

The County continues to support all the events run by various sections and to support the Blackwell Adventure board.

Risk management and internal control

The County Executive Committee has identified the major risks to which they believe the County is exposed, these have been reviewed and systems have been established to mitigate against them. The main areas of concern that have been identified are:

Damage to the buildings, property and equipment. The County has sufficient buildings and contents insurance in place to mitigate against permanent loss.

Injury to leaders, helpers, supporters and members. The County through the capitation fees contributes to the Scout Associations national accident insurance policy. Risk Assessments are undertaken before all events.

The trustees have a general Health and Safety policy in place which is adhered to. The charity has expended a considerable amount of resources on improving facilities at the activity centres to ensure that activities are carried out in a safe environment.

The trustees recognise the dangers of child abuse in respect of young people under the charity’s supervision. The charity carries out enhanced DBS checks on staff and volunteers as detailed in The Scout Association governing document Policy Organisation and rules and the associated guidelines.

Mandatory training is given to adults and leaders as detailed in the Scout Association governing document Policy Organisation and rules and the associated guidelines.

The group recognises and acknowledges the duty of care placed upon the organisation to safeguard and promote the welfare of children, young people and vulnerable adults and is committed to ensuring safeguarding practice reflects statutory responsibilities, government guidance and complies with best practice. There is a comprehensive Safeguarding Policy in place which is reviewed on an annual basis, alongside a review of practice. Stringent checks on staff and volunteers working on its behalf including enhanced DBS checks are carried out, both at the point of recruitment and as an on-going process of monitoring and there is a robust programme of safeguarding training in place in association with Birmingham City Council Social Services Department, both as part of induction and for regular updates across the staff team.

The Scout Association operates a national insurance scheme to cover any potential claims against the charity and trustees.

The trustees monitor all transactions and projects regularly and all major items are discussed at full trustee and sub-committee levels.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2017

Reduced income from fund raising. The County is primarily reliant upon income from subscriptions and fundraising. The County does hold a reserve to ensure the continuity of events should there be a major reduction in income. The Committee could raise the value of subscriptions to increase the income to the County on an ongoing basis, either temporarily or permanently.

Reduction or loss of leaders. The County is reliant upon volunteers to run and administer the events of the County. If there was a reduction in the number of leaders to an unacceptable level in a particular section, group or district as a whole then there would have to be a contraction, consolidation or closure of a section, group or district. In the worst case scenario the complete closure of the group or district.

Reduction or loss of members. The County through the districts, groups and sections provides events for all young people aged 6 to 18. If there was a reduction in membership in a particular section, group or district as whole then there would have to be a contraction, consolidation or closure of a section, group or district. In the worst case scenario the complete closure of the group or district.

Investment policy

There are no restrictions on the charity's powers to invest and the investment policy is decided upon by the trustees.

At the present time, the Group has bank accounts with HSBC, Lloyds and Barclays Bank. In addition, it has an investment account with Charles Stanley which they administer on an "Advised Managed" basis. Advice is provided with the objective of providing a balance between income and capital growth. There is an income bias to recommendations with a view to achieving an overall yield of around 4%, whilst at the same time maintaining prospects for increasing income and capital appreciation. A medium to low risk profile has been adopted.

Reserves policy

The Scout Association County of Birmingham's policy on reserves is to hold sufficient resources to continue the charitable activities of the County and the activities of its subsidiary undertaking, Blackwell Adventure, should income and fundraising activities fall short. The County Executive Committee considers that the County should hold a sum equivalent to a minimum of 10% of group income which equates to £106,000.

The County Executive Committee also recognises that the sum held in reserve will at times be increased due to the nature of its activities through Blackwell Adventure and significant events organised by the County where income is received in advance of the associated expenditure being incurred.

The reserves to be considered as part of the policy are the amount of unrestricted reserves which are freely available for use. We include all unrestricted funds and designated funds. Designated funds are funds that the trustees have decided to designate separately. As the trustees could reverse the designation it is not considered to be a restricted fund.

GL 51 in the SORP further defines reserves and provides that funds which can only be realised by disposing of fixed assets held for charity use can be excluded from the reserves policy.

The actual reserve figure is calculated using the first table in Note 14 to the accounts. It is the sum of the 'General' and 'Designated' columns less the fixed assets shown in the top line of each of the columns.

Capital and revenue projects are funded by setting aside appropriate amounts into Designated Funds accordingly. This policy and the actual reserve figures are calculated following the approval of the annual accounts and reviewed by the County Executive Committee annually.

This takes account of the anticipated revenue projections as well as ensuring the provision of a suitable contingency to protect the continuity of business, services and activities for the foreseeable future.

Structure

The overall governing body of the Scout County is the County Scout Council. It normally meets once a year to conduct the appropriate business at the Annual General Meeting. The County Executive Committee work in partnership with the County Commissioner to manage the work and assets of the County Association and act as the Trustees of the Scout Association County of Birmingham. The County Executive Committee is supported by a number of Sub-Committees. In addition, the day-to-day management and co-ordination of the County is carried out by the County Management Team.

All Committees and sub-committees undertake their work in accordance with the rules set down in Policy, Organisation and Rules of The Scout Association, with majority voting to support the decision making process.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2017

The Scout Association – County of Birmingham controls the subsidiary undertaking Blackwell Adventure.

Governance

The County's governing documents are those of the Scout Association and the Constitution of The Scout Association County of Birmingham. The County's governing document of the Scout Association consist of a Royal Charter, which in turn gives authority to the Bye Laws of the Association and The Policy, Organisation and Rules of The Scout Association.

The County is a trust established under its rules which are common to all Scouts.

The Trustees are appointed in accordance with the Policy, Organisation and Rules of The Scout Association.

Management

The County is managed by the County Executive Committee, the members of which are the 'Charity Trustees' of the Scout County which is an educational charity. As charity trustees they are responsible for complying with legislation applicable to charities. This includes the registration, keeping proper accounts and making returns to the Charity Commission as appropriate.

The Committee consists of 3 independent representatives, Chair, Treasurer and Secretary together with the County Commissioner, County Youth Commissioner, nominated members, elected members and co-opted members. In addition there are a number of non-voting (not trustees) representing the National Association together with the County Safety Co-ordinator, County Communication Manager and the Chairperson of Blackwell Adventure. The County Executive meets every 4 months.

Members joining the Executive Committee from January 2016 complete 'Essential Information for Executive Committee' training within the first 5 months of joining the committee. On appointment all new trustees are subject to an enhanced DBS check, plus a briefing from the County Chairman on the work and responsibilities of a trustee and the Executive Committee.

This County Executive Committee exists to support the County Commissioner in meeting the responsibilities of the appointments and is responsible for:

- Complying with the Policy, Organisation and Rules of The Scout Association;
- The protection and maintenance of County equipment and property;
- The raising of funds and the administration of County finance;
- The insurance of persons, property and equipment;
- Promoting and supporting the development of Scouting in the local area and ensuring that a positive image of Scouting exists in the local community;
- Assisting in the recruitment of leaders and other adult support;
- Appointing any sub committees that may be required;
- Appointing County Administrators and Advisors other than those who are elected;
- Ensure that Young People are meaningfully involved in decision making at all levels within the County;
- The opening, closure and amalgamation of Districts and Scout Active Support Units in the County as necessary; and
- Manage and implement the Safety Policy locally.

Methods adopted for recruitment of Trustees

Trustees of the Scout County are recruited in accordance with the Policy, Organisation and Rules (POR) of the National Scout Association and operated within the work of the County Executive. This allows for the County Commissioner to nominate members of the Executive Committee, their number must not exceed that of elected members, between four and six members elected by the County Scout Council at the County Annual General Meeting and co-opted members for their relevant expertise which must not exceed the number of members who may be elected, plus the County Commissioner, County Chairman, County Treasurer, County Secretary, County Network Commissioner and County Youth Commissioner by virtue of their appointment. In addition there are a number of non-voting members (not trustees) representing the National Association, together with the County Safety Co-ordinator, County Media Manager and the Chairperson of Blackwell Adventure.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2017

Policies and procedures adopted for the induction and training of Trustees

On appointment, all new Trustees are subject to a DBS check, plus a briefing from the County Chairman on the work and responsibilities of the Executive Committee.

In addition, specialist training is provided within the overall training programme of the Association.

Organisational structure and the decision making process

The overall governing body of the Scout County is the County Scout Council. It normally meets once a year to conduct the appropriate business at the Annual General Meeting. The County Executive Committee work in partnership with the County Commissioner to manage the work and assets of the County Association and act as the Trustees of the Birmingham Association. The County Executive Committee is supported by a number of Sub-Committees. In addition, the day-to-day management and co-ordination of the County Association is carried out by the County Management Team.

All Committees and sub-committees undertake their work in accordance with the rules set down in POR, with majority voting to support the decision making process.

Relationship with wider network of charities

The Scout Association - County of Birmingham is a separate educational charity in its own right, whilst at the same time acting within the overall structure of the National Scout Association. This structure allows for the formation of Scout Counties, Scout Districts and Scout Groups. The Scout County is answerable to the National Association and is responsible for overseeing the work of individual Scout Districts and through them individual Scout Groups. The Association also has very close working relationships with Girl Guiding Birmingham.

Key Management Personnel Remuneration

The trustees consider its key management personnel comprise the management team at Blackwell Adventure.

Relationship with subsidiaries

The Scout Association – County of Birmingham controls the subsidiary undertaking Blackwell Adventure.

Third party indemnity provisions

The County Executive is covered by The Scout Association's public liability and trustee indemnity insurance policies. Trustee indemnity insurance covers Trustees in the event that they are held personally liable for the loss of charity assets or for making a decision which results in the charity sustaining a loss in financial terms. It does not cover acts which the trustee knew (or should reasonably have known) would constitute a breach of trust, so deliberate malfeasance would not be covered.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2017

RESPONSIBILITIES OF THE TRUSTEES

The trustees are responsible for preparing the Report of the Trustees' 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 and Wales 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 charity and of the incoming resources and application of resources of the charity 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;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 proper accounting records that 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.

The Trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

AUDITORS

PKF Cooper Parry Group Limited have expressed their willingness to continue in office and will be proposed for re-appointment at the Annual General Meeting.

Approved by the Trustees on 14 May 2018 and signed on their behalf by:

Mr David Allen
County Chairman

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

FOR THE YEAR ENDED 31 DECEMBER 2017

We have audited the financial statements of The Scout Association – County of Birmingham for the year ended 31 December 2017 which comprise the Consolidated and Charity Statement of Financial Activities, the Consolidated and Charity Balance Sheet, the Consolidated Statement of Cashflows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the groups and charity's affairs as at 31 December 2017, and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

FOR THE YEAR ENDED 31 DECEMBER 2017

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement as set out on page 8, the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

PKF Cooper Parry Group Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Simon Atkins FCA

Senior Statutory Auditor
for and on behalf of:

PKF Cooper Parry Group Limited

Chartered Accountants
Statutory Auditor

One Central Boulevard
Blythe Valley Business Park
Solihull
West Midlands
B90 8BG

14 May 2017

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	General Funds £	Designated Funds £	Restricted Funds £	2017 Total £	(As restated) 2016 Total £
Income and endowments from:						
Donations and legacies		10,459	-	8,500	18,959	21,630
Other trading activities		2,000	-	-	2,000	2,502
Investment income		9,546	-	-	9,546	9,210
Charitable activities		1,032,664	-	-	987,374	1,466,957
Total income and endowments	2	1,054,669	-	8,500	1,063,169	1,500,299
Expenditure on:						
Raising funds		500	-	-	500	3,334
Charitable activities		1,073,671	2,800	24,442	1,100,913	1,357,619
Total expenditure	3	1,074,171	2,800	24,442	1,101,413	1,360,953
Net gain on investments	8	5,801	-	-	5,801	20,559
Net (expenditure)/income		(13,701)	(2,800)	(15,942)	(32,443)	159,905
Transfer between funds		11,338	-	(11,338)	-	-
Movement in funds for the year		(2,363)	(2,800)	(27,280)	(32,443)	159,905
Reconciliation of funds:						
Funds brought forward at 1 January 2017		962,743	123,200	107,587	1,093,530	1,033,625
Total funds carried forward at 31 December 2017		960,380	120,400	80,307	1,161,087	1,193,530

All income and expenditure relates to continuing activities and represents all gains and losses recognised during the year.

The notes on pages 16 to 32 form part of these financial statements

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Tangible Fixed Assets	6	522,408	501,117
Investments	8	292,948	287,595
		<hr/>	<hr/>
		815,356	788,712
		<hr/> <hr/>	<hr/> <hr/>
CURRENT ASSETS			
Stocks	9	18,318	29,282
Debtors due after one year	10	7,840	9,850
Debtors	10	23,329	15,505
Bank and Cash Balances		505,220	542,461
		<hr/>	<hr/>
		554,707	597,098
CREDITORS: Amounts falling due within one year	11	(164,476)	(138,880)
		<hr/>	<hr/>
NET CURRENT ASSETS		390,231	458,218
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,205,587	1,246,930
CREDITORS: Amounts falling due after one year	12	(44,500)	(53,400)
		<hr/>	<hr/>
NET ASSETS		1,161,087	1,193,530
		<hr/> <hr/>	<hr/> <hr/>
Represented by:			
General Funds		960,380	962,743
Designated Funds		120,400	123,200
Restricted Funds		80,307	107,587
		<hr/>	<hr/>
	14	1,161,087	1,193,530
		<hr/> <hr/>	<hr/> <hr/>

Approved by the Trustees on 14 May 2018 and signed on their behalf by:

Mr David Allen
County Chairman

Mrs Linda Gurmin
County Treasurer

The notes on pages 16 to 32 form part of these financial statements

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

CHARITY STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	General Funds £	Designated Funds £	Restricted Funds £	2017 Total £	(As restated) 2016 Total £
Income and endowments from:						
Donations and legacies		8,270	-	8,500	16,770	13,217
Other trading activities		2,000	-	-	2,000	2,502
Investment income		9,546	-	-	9,546	9,477
Charitable activities		257,649	-	-	257,649	549,484
Total income and endowments		277,465	-	8,500	285,965	574,680
Expenditure on:						
Raising funds		500	-	-	500	3,334
Charitable activities		311,490	2,800	21,792	336,082	469,685
Total expenditure		311,990	2,800	21,792	336,582	473,019
Net gains on investments	8	5,801	-	-	5,801	20,559
Net income / (expenditure)		(28,724)	(2,800)	(13,292)	(44,816)	122,220
Transfer between funds	14	11,338	-	(11,338)	-	-
Movement in funds for the year		(17,386)	(2,800)	(24,630)	(44,816)	122,220
Reconciliation of funds:						
Funds brought forward at 1 January 2017		671,077	123,200	93,399	887,676	765,456
Total funds carried forward at 31 December 2017		653,691	120,400	68,769	842,860	887,676

All income and expenditure relates to continuing activities and represents all gains and losses recognised during the year.

The notes on pages 16 to 32 form part of these financial statements

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

CHARITY BALANCE SHEET

AS AT 31 DECEMBER 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Tangible Fixed Assets	6	312,976	315,094
Investments	7&8	293,048	287,695
		<hr/>	<hr/>
		606,024	602,789
		<hr/> <hr/>	<hr/> <hr/>
CURRENT ASSETS			
Stock	9	9,233	18,690
Debtors due after 1 year	10	7,840	9,850
Debtors	10	2,400	9,167
Bank and Cash Balances		300,408	327,365
		<hr/>	<hr/>
		319,881	365,072
CREDITORS: Amounts falling due within one year	11	(38,545)	(26,785)
		<hr/>	<hr/>
NET CURRENT ASSETS		281,336	338,287
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		887,360	941,076
CREDITORS: Amounts falling due after one year	12	(44,500)	(53,400)
		<hr/>	<hr/>
NET ASSETS		842,860	887,676
		<hr/> <hr/>	<hr/> <hr/>
Represented by:			
General Funds		653,691	671,077
Designated Funds		120,400	123,200
Restricted Funds		68,769	93,399
		<hr/>	<hr/>
	14	842,860	887,676
		<hr/> <hr/>	<hr/> <hr/>

Approved by the Trustees on 14 May 2018 and signed on their behalf by:

Mr David Allen
County Chairman

Mrs Linda Gurmin
County Treasurer

The notes on pages 16 to 32 form part of these financial statements

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

CONSOLIDATED STATEMENT OF CASH FLOWS

AS AT 31 DECEMBER 2017

	Notes	2017 £	2016 £
Cash flow from operating activities	20	35,773	174,812
		<hr/>	<hr/>
Net cash flow from operating activities		35,773	174,812
		<hr/> <hr/>	<hr/> <hr/>
Cash flow from investing activities			
Payments to acquire tangible fixed assets	6	(71,880)	(87,276)
Receipt from sale of tangible fixed assets	2	1,500	14,270
Payments to acquire investments		-	(1,036)
Receipts from sale of investments	8	41	-
Interest and dividends received	2	9,546	9,210
Movement in cash held by investment manager	8	407	1,360
		<hr/>	<hr/>
Net cash flow from investing activities		(60,386)	(63,472)
		<hr/> <hr/>	<hr/> <hr/>
Cash flow from financing activities			
Proceeds from long term borrowings		2,007	2,007
Repayment of loans		(8,900)	(8,900)
Interest paid		(5,735)	(2,080)
		<hr/>	<hr/>
Net cash flow from financing activities		(12,628)	(8,976)
		<hr/> <hr/>	<hr/> <hr/>
Net increase in cash and cash equivalents		(37,241)	102,367
Cash and cash equivalents at 1 January 2017		542,461	440,094
		<hr/>	<hr/>
Cash and cash equivalents at 31 December 2017		505,220	542,461
		<hr/> <hr/>	<hr/> <hr/>
Cash and cash equivalents consists of:			
Cash at bank and in hand		505,220	542,461
		<hr/>	<hr/>
Cash and cash equivalents at 31 December 2017		505,220	542,461
		<hr/> <hr/>	<hr/> <hr/>

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Accounting Convention

The Scout Association – County of Birmingham is a registered Charity in the United Kingdom. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are to promote the development of young people in achieving their full physical, intellectual, social and spiritual potentials, as individuals, as responsible citizens and as members of their local, national and international communities.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are 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.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Basis of Consolidation

The consolidated financial statements incorporate the results of the Scout Association – County of Birmingham and its subsidiary undertaking, Blackwell Adventure. The consolidated entity is referred to as 'group'.

(c) Fund Accounting

Unrestricted Funds

Unrestricted funds are those funds received which are not subject to any special restriction that are available for use at the discretion of the trustees in furtherance of the general objectives of the charity; they are divided between General Funds and Designated funds. Designated funds comprise amounts set aside by the Finance Committee and approved by the Executive Committee to be used for particular purposes.

Restricted Funds

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 cost 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.

(d) Recognition of Income

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.

Membership Subscription

Membership subscriptions are payable in advance for a year ending on 31 March. The amount for the year ended 31 December 2017 is shown in the Statement of Financial Activities.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Dividend Income

Dividends are accounted for on a receipts basis. Interest is accounted for on an accruals basis and includes all amounts earned up to 31 December 2017. Associated tax recoveries are included for all amounts shown as income.

Donations

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.

Rents Receivable

Rents are accounted for on an accruals basis.

Grants

The charity receives grants in respect of its charitable activities. Income from government and other grants is recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Other income

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

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

(e) Resources Expended

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:

- Expenditure on charitable activities includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them; and
- Governance costs including those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

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

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) Fixed Assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, 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:

Freehold Buildings	2% straight line
Temporary Structures	10% straight line
Plant and machinery etc	10% - 33.33% straight line

No depreciation is provided on freehold land.

Gains or losses on the disposal of fixed assets held for charitable use are reflected in Income and Endowments shown in the Statement of Financial Activities.

The capitalisation policy of the group is to capitalise assets costing more than £1,000.

(g) Stocks

Stocks are valued at the lower of cost and estimated selling price. Cost, using the first-in-first-out basis, consists of the original cost of goods without any addition for overheads.

(h) Debtors and creditors receivable / payable within one year

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.

(i) Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

(j) Leases

Assets acquired under finance leases are capitalised and depreciated over the shorter of the lease term and the expected useful life of the asset. Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding lease liability using the effective interest method. The related obligations, net of future finance charges, are included in creditors.

Rentals payable and receivable under operating leases are charged to the SoFA on a straight line basis over the period of the lease.

(k) Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

Blackwell Adventure operates a defined contribution pension plan for the benefit of its employees. Contributions are expensed as they become payable.

(l) Tax

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of charitable for UK corporation tax purposes.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

2 INCOME AND ENDOWMENTS - GROUP

	from donations, investments and trading activities £	GENERAL DESIGNATED from donations, investments and trading activities £	DESIGNATED from donations, investments and trading activities £	RESTRICTED from donations and grants £	2017 Total £	As restated 2016 Total £
Donations and legacies:						
Donations – general	10,459	-	-	8,500	18,959	21,630
Other trading activities:						
Sundry Income	1,500	-	-	-	1,500	2,002
Pikes Pool	500	-	-	-	500	500
Investment income:						
Dividends and Interest	9,546	-	-	-	9,546	9,210
Charitable activities:						
County shop	-	45,290	-	-	45,290	41,057
Subscriptions	-	44,277	-	-	44,277	43,442
Camp Fees, Lettings and Other Activities	775,015	-	-	-	775,015	917,473
County events	-	168,082	-	-	168,082	454,985
County development grant	-	-	-	-	-	10,000
	<u>797,020</u>	<u>257,649</u>	<u>-</u>	<u>8,500</u>	<u>1,063,169</u>	<u>1,500,299</u>

Total income in 2016 comprised £1,484,327 in respect of unrestricted general funds, £Nil in respect of designated funds and £15,972 in respect of restricted funds.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

3 EXPENDITURE - GROUP

	Costs of Raising Funds £	GENERAL Charitable Activities £	DESIGNATED Charitable Activities £	RESTRICTED Charitable Activities £	2017 Total £	2016 Total £
County Shop	-	49,968	-	-	49,968	27,038
Activity Centres	-	169,636	-	-	169,636	187,598
Activities, Meetings and Conferences	-	17,100	-	-	17,100	15,723
Premises Expenses	-	158,170	-	5,980	164,150	186,608
Employment Costs	-	291,914	-	-	291,914	337,706
Sundry Expenses	500	7,285	-	914	8,699	31,161
Catering Costs	-	55,978	-	-	55,978	72,497
Travel and Motor Expenses	-	899	-	-	899	1,742
Telephone	-	4,727	-	-	4,727	5,323
Printing, Postage & Stationery	-	3,793	-	-	3,793	11,669
Accountancy and Audit	-	22,080	-	-	22,080	25,115
Legal, Professional and Bank Charges and interest	-	7,634	-	-	7,634	7,949
Advertising	-	6,262	-	-	6,262	6,727
Depreciation	-	42,093	2,800	5,697	50,590	47,651
Staff Training Costs	-	3,655	-	-	3,655	2,080
Staff Clothing Costs	-	3,207	-	-	3,207	3,830
Interest	-	5,735	-	-	5,735	2,080
County events	-	223,535	-	-	223,535	380,307
Donations	-	-	-	11,851	8,958	7,149
	<u>500</u>	<u>1,073,671</u>	<u>2,800</u>	<u>24,442</u>	<u>1,101,413</u>	<u>1,360,953</u>

Total expenditure in 2016 comprised £1,344,858 in respect of unrestricted general funds, £2,800 in respect of designated funds and £13,295 in respect of restricted funds.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

4 NET INCOMING / (OUTGOING) RESOURCES

GROUP

	2017	2016
	£	£
Net incoming/(outgoing)resources before transfers is stated after charging:		
Depreciation of owned assets	50,590	47,650
Auditors' remuneration:		
Audit fees – current year	12,350	12,025
Audit fees – prior year under provision	-	5,310
Amounts payable under operating leases	5,816	5,085
	<u> </u>	<u> </u>

CHARITY

	2017	2016
	£	£
Net incoming / (outgoing) resources before transfers is stated after charging:		
Depreciation of owned assets	9,444	8,653
Auditors' remuneration:		
Audit fees - current year	5,175	6,030
Audit fees – prior year under provision	-	540
	<u> </u>	<u> </u>

5 STAFF COSTS

	2017		2016	
	Group	Charity	Group	Charity
	£	£	£	£
Wages and salaries	302,816	-	284,129	-
Social Security costs	17,775	-	20,362	-
Other pension costs	7,496	-	7,630	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	328,087	-	312,121	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

The average number of persons employed by the group was 23 (2016: 23)

The average number of persons employed by The Scout Association – County of Birmingham was Nil (2016: Nil).

No employee received emoluments exceeding £60,000.

The number of staff to whom retirement benefits are accruing under money purchase schemes is 4 (2016: 4).

The trustees consider its key management personnel comprise the management team at Blackwell Adventure. The total employment benefits including employer pension contributions of the key management personnel were £95,488 (2016: £117,751).

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

6 TANGIBLE FIXED ASSETS

GROUP	Land & Buildings £	Furniture, Fixtures, Fittings & Equipment £	Motor Vehicles £	Total £
Cost				
As at 1 January 2017	615,644	519,186	27,264	1,162,094
Additions	64,553	7,327	-	71,880
Disposals		(2,170)	-	(2,170)
	<hr/>	<hr/>	<hr/>	<hr/>
As at 31 December 2017	680,197	524,343	27,264	1,231,804
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Depreciation				
As at 1 January 2017	194,462	447,252	19,263	660,977
Charge for the year	26,204	20,386	4,000	50,590
Disposals	-	(2,170)	-	(2,170)
	<hr/>	<hr/>	<hr/>	<hr/>
As at 31 December 2017	220,666	465,468	23,263	709,397
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Net book values				
As at 31 December 2017	459,531	58,875	4,001	522,408
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
As at 31 December 2016	421,182	71,934	8,001	501,117
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

6 TANGIBLE FIXED ASSETS (continued)

CHARITY

	Land & Buildings £	Furniture, Fixtures, Fittings & Equipment £	Total £
Cost			
As at 1 January 2017	426,554	297,466	724,020
Additions	-	7,327	7,327
	-----	-----	-----
As at 31 December 2017	426,554	304,793	731,347
	=====	=====	=====
Depreciation			
As at 1 January 2017	111,879	297,048	408,927
Charge for the year	8,497	947	9,444
	-----	-----	-----
As at 31 December 2017	120,376	297,995	418,371
	=====	=====	=====
Net Book Value			
As at 31 December 2017	306,178	6,798	312,976
	=====	=====	=====
As at 31 December 2016	314,675	418	315,093
	=====	=====	=====

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

7 SUBSIDIARIES

(i) Blackwell Adventure

Blackwell Adventure is a subsidiary company limited by guarantee registered and operating in Great Britain. The principal activity of the charitable company is that of the operation of an adventure activity centre.

(ii) Blackwell Trading Limited

The company was a wholly owned subsidiary registered and operating in Great Britain. The company was dormant during the year to 31 December 2016 and 2017. This company was dissolved on 13 February 2018.

Cost or Valuation	Shares in Group Undertaking £
At 1 January 2017 and 31 December 2017	100

A summary of the trading results for Blackwell Adventure is shown below for the twelve months to 31 December 2017. Audited accounts will be filed with the Charity Commission and Registrar of Companies as appropriate.

	Blackwell Adventure 2017 £	2016 £
Income and endowments from		
Donations and legacies	6,199	19,413
Investment income	-	533
Charitable activities	775,015	917,472
	<hr/>	<hr/>
Total income and endowments	781,214	937,418
	<hr/>	<hr/>
Expenditure on:		
Charitable activities	768,841	899,733
	<hr/>	<hr/>
Total expenditure	768,841	899,733
	<hr/>	<hr/>
Net income	12,373	37,685

The aggregate of Blackwell Adventure's assets and liabilities was:

	Blackwell Adventure 2017 £	2016 £
Assets	448,256	419,289
Liabilities	(125,930)	(109,336)
	<hr/>	<hr/>
	322,326	309,953
	<hr/>	<hr/>
Unrestricted Funds	310,788	295,765
Restricted Funds	11,538	14,188
	<hr/>	<hr/>
	322,326	309,953
	<hr/>	<hr/>

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

8 INVESTMENTS

GROUP AND CHARITY

	2017	2016
	£	£
Market value at 31 December	292,948	287,595
	<u> </u>	<u> </u>
Historical cost 31 December	200,768	200,810
	<u> </u>	<u> </u>

	2017	2016
	£	£
Quoted investments		
Market value at 1 January	287,595	267,360
Additions	-	1,036
Disposals	(41)	-
Movement in income and capital account movement	(407)	(1,360)
Unrealised gain	5,801	20,559
	<u> </u>	<u> </u>
Market value at 31 December	292,948	287,595
	<u> </u>	<u> </u>

The following represents 5% or more of the value of investments held:

	2017	2016
	£	£
Broker Deposit Account	81,518	82,735
United Kingdom 2.5% index linked gilt 17/07/14	30,990	31,293
Alliance Trust Ord GBP 0.025	17,170	14,674
Bankers Investment Trust Ord GBP0.25	17,610	13,990
Primary Health Properties Plc Ord GBP0.125	14,826	14,098
	<u> </u>	<u> </u>

All investments are carried at their fair value. Investments in equities and fixed interest securities are traded in quoted public markets. Holdings in common investment funds and unit trusts are at the bid price. The fair value for quoted investments is equivalent to the market value, using the bid price. Asset sales and purchases are recognised at the date of trade at cost.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

9 STOCKS

	2017		2016	
	Group	Charity	Group	Charity
	£	£	£	£
Goods for resale	18,318	9,233	29,282	18,690
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

10 DEBTORS

	2017		2016	
	Group	Charity	Group	Charity
	£	£	£	£
Amounts falling due within one year:				
Trade debtors	20,929	-	1,876	-
Amounts due from group undertaking	-	-	-	6,770
Other debtors and prepayments	2,400	2,400	13,629	2,397
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	23,329	2,400	15,505	9,167
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Amounts falling due after one year:				
Other debtors and prepayments	7,840	7,840	9,850	9,850
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	7,840	7,840	9,850	9,850
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	31,169	10,240	25,355	19,017
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017		2017	
	Group	Charity	Group	Charity
	£	£	£	£
Trade creditors	16,930	2,397	8,119	1,141
Other taxation and social security	32,392	-	25,029	-
Amounts due to group undertaking	-	10,625	-	-
Other creditors and accruals	115,155	25,523	105,732	25,644
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	164,476	38,545	138,880	26,785
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Other creditors and accruals includes a loan due to The Scout Association. The total amount outstanding as at 31 December 2017 was £53,400 (2016: £62,300) of which £8,900 (2016: £8,900) is disclosed as being due within one year and £44,500 (2016: £53,400) due after one year.

The loan is secured by a legal charge over the freehold property known as The Pikes Pool Centre. The loan is repayable over a 10 year period and interest is charged at 2% above the Barclays base rate in force on 2 January each year.

Included within other creditors and accruals is £8,371 (2016: £9,053) held by The Scout Association – County of Birmingham on behalf of other scout groups and the Youth United Foundation.

Deferred income of £68,259 (2016: £57,431) is included within other creditors and accruals. See Note 13.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

12 CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR

	2017		2016	
	Group £	Charity £	Group £	Charity £
Other creditors and accruals	44,500	44,500	53,400	53,400
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

The loan included in other creditors and accruals is secured – see note 11.

13 DEFERRED INCOME

	Group < 1 year £	Charity < 1 year £
At 1 January 2017	57,431	-
Additions during the year	68,259	-
Amounts released to income	(57,431)	-
	<u> </u>	<u> </u>
At 31 December 2017	68,259	-
	<u> </u>	<u> </u>

The income that has been deferred is in respect of deposits received for future events.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

14 FUND BALANCES

GROUP FUNDS

Fund balances at 31 December 2017 are represented by:

	General	Designated	Restricted	Total
	£	£	£	£
Tangible fixed assets	352,987	120,400	49,021	522,408
Investments	292,948	-	-	292,948
Net current assets	358,945	-	31,286	390,231
Creditors falling due after one year	(44,500)	-	-	(44,500)
	<hr/>	<hr/>	<hr/>	<hr/>
	960,380	120,400	80,307	1,161,087
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

	At 31	Incoming	Outgoing	Investment	Transfers	At 31
	December	Resources	Resources	gain/loss	between	December
	2016	£	£	£	funds	2017
	£	£	£	£	£	£
Designated Funds						
The Pikes Pool Centre	123,200	-	(2,800)	-	-	120,400
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Restricted Funds						
Denis Vaughton	43,180	-	(5,697)	-	-	37,483
Stable Block/New Accommodation	9,592	-	(4,010)	-	(5,582)	-
Pikes Pool Development Fund	14,188	-	(2,650)	-	-	11,538
J D Saville	10,388	7,100	-	-	-	17,488
Leddy Mayoral Donation	12,896	-	(7,841)	-	-	5,055
Other donations	7,343	1,400	-	-	-	8,743
Lottery grant	10,000	-	(4,244)	-	(5,756)	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	107,587	8,500	(24,442)	-	(11,338)	80,307
General Funds	962,743	1,054,669	(1,074,171)	5,801	11,338	960,380
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Funds	1,193,530	1,063,169	(1,101,413)	5,801	-	1,161,087
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

14 FUND BALANCES (continued)

CHARITY FUNDS

Fund balances at 31 December 2017 are represented by:	General £	Designated £	Restricted £	Total £
Tangible fixed assets	155,094	120,400	37,483	312,976
Investments	293,048	-	-	293,048
Net current assets	250,049	-	31,286	281,335
Creditors falling due after one year	(44,500)	-	-	(44,500)
	<hr/>	<hr/>	<hr/>	<hr/>
	653,691	120,400	68,769	842,860
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

	At 31 December 2016 £	Incoming Resources £	Outgoing Resources £	Investment gain £	Transfers between Funds £	At 31 December 2017 £
Designated Funds						
The Pikes Pool Centre	123,200	-	(2,800)	-	-	120,400
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Restricted Funds						
Denis Vaughton	43,180	-	(5,697)	-	-	37,483
Stable Block/New Accommodation	9,592	-	(4,010)	-	(5,582)	-
JD Saville	10,388	7,100	-	-	-	17,488
Leddy Mayoral Donation	12,896	-	(7,841)	-	-	5,055
Other donations	7,343	1,400	-	-	-	8,743
Storage container grant	10,000	-	(4,244)	-	(5,756)	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	93,399	8,500	(21,792)	-	(11,338)	68,769
General Funds	671,077	277,465	(311,990)	5,801	11,338	653,691
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Funds	887,676	285,965	(336,582)	5,801	-	842,860
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Restricted Funds

Denis Vaughton	This balance will fund the future depreciation of a toilet block built at Pikes Pool.
Stable Block/New Accommodation	This fund is for the development of new accommodation at Blackwell Adventure.
Pikes Pool Development Fund	This balance will fund the future depreciation of the Rope Walk at Pikes Pool.
J D Saville	To be used as directed by J D Saville through the County Chair.
Leddy Mayoral Donation	To be used to better the aims of hard to reach Scout groups in Birmingham as directed through the County Chair.
Other donations	To be used to meet the aims of The Scout Association.
Storage container grant	This was towards the purchase of a secure storage unit to store activity and training equipment.

Designated Funds

The Pikes Pool Centre	The Pikes Pool Centre designated fund is represented by the Pikes Pool Centre asset; future depreciation of this asset will be charged to the fund.
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THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

15 LEASING COMMITMENTS

The following guaranteed minimum lease payments under non-cancellable operating leases exist for leases which expire:

	2017		2016	
	Group £	Charity £	Group £	Charity £
Within 1 year	2,379	1,220	2,379	1,220
Within 2-5 years	3,437	1,118	4,088	610
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

16 CONTINGENT LIABILITIES

There were no contingent liabilities at the balance sheet date. (2016: £Nil).

17 RELATED PARTY TRANSACTIONS

- (i) During the year the charity reimbursed expenses in respect of travel, subsistence, event expenditure and stationery to 8 Trustees (2016: 7 Trustees) of £11,360 (2016: £5,916).
- (ii) A number of trustees of the Scout Association County of Birmingham are also trustees in other scout districts. Transactions between the Scout Association – County of Birmingham and these other scout districts including the charge for annual levies paid to the County are all conducted on an arm's length basis.
- (iii) The Charity does not pay remuneration to Trustees for the performance of their duties.
- (iv) The Trustees have Trustees' Indemnity insurance.
- (v) During the year The Scout Association – County of Birmingham made donations amounting to £4,010 (2016: £11,000) to Blackwell Adventure. Blackwell Adventure invoiced The Scout Association – County of Birmingham £10,062 for costs in relation to The Birmingham County Ice Scout weekend. This balance is outstanding at the year end and is included in creditors.

18 PENSIONS AND OTHER POST-RETIREMENT BENEFITS

Blackwell Adventure operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £7,496 (2016: £7,630).

19 CONTROL RELATIONSHIPS

The Charity is controlled by its Trustees.

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2017

20 RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2017	2016
	£	£
Net (expenditure)/ income for the year	(32,443)	159,905
Interest and dividends received	(9,546)	(9,210)
Interest payable	5,735	2,080
Depreciation of tangible fixed assets	50,590	47,651
Gains on investments	(5,801)	(20,559)
Decrease/(increase) in stock	10,964	(14,567)
(Increase) / decrease in debtors	(7,821)	28,747
Increase / (decrease) in creditors	25,595	(17,228)
Proceeds from sale of fixed assets	(1,500)	-
	<hr/>	<hr/>
Net cash flow from operating activities	35,773	174,812
	<hr/> <hr/>	<hr/> <hr/>

21 FINANCIAL INSTRUMENTS

The carrying amounts of the charity's financial instruments are as follows:

	2017		2016	
	Group	Charity	Group	Charity
	£	£	£	£
Financial assets				
Debt instruments measured at amortised cost:				
Trade debtors (note 10)	20,929	-	1,876	-
Amounts due from group undertaking	-	-	-	6,770
Other debtors and prepayments	10,240	10,240	23,478	12,246
	<hr/>	<hr/>	<hr/>	<hr/>
	31,169	10,240	25,354	19,016
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

	2017		2016	
	Group	Charity	Group	Charity
	£	£	£	£
Financial liabilities				
Measured at amortised cost:				
Trade creditors (note 11)	16,930	13,022	8,119	1,141
Other creditors (note 11 and 12)	192,047	70,023	159,132	79,044
	<hr/>	<hr/>	<hr/>	<hr/>
	208,977	83,045	167,251	80,185
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

CHARITY DETAILED TRADING ACCOUNT

YEAR ENDED 31 DECEMBER 2017

These pages do not make up part of the statutory financial statements

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

DETAILED TRADING ACCOUNT

AS AT 31 DECEMBER 2017

	Notes	General Funds £	Designated Funds £	Restricted Funds £	2017 Total £	As restated 2016 Total £
Income and endowments from:						
Donations and legacies		8,270	-	8,500	16,770	13,217
Other trading activities		2,000	-	-	2,000	2,502
Investment income		9,546	-	-	9,546	9,477
Charitable activities		257,649	-	-	257,649	549,484
Total income and endowments		277,465	-	8,500	285,965	574,680
Expenditure on:						
Raising funds		500	-	-	500	3,334
Charitable activities		311,490	2,800	21,792	336,082	469,685
Total expenditure		311,990	2,800	21,792	336,582	473,019
Net gains on investments	8	5,801	-	-	5,801	20,559
Net income / (expenditure)		(28,724)	(2,800)	(13,292)	(44,816)	122,220
Transfer between funds	14	11,338	-	(11,338)	-	-
Movement in funds for the year		(17,386)	(2,800)	(24,630)	(44,816)	122,220
Reconciliation of funds:						
Funds brought forward at 1 January 2017		671,077	123,200	93,399	887,676	765,456
Total funds carried forward at 31 December 2017		653,691	120,400	68,769	842,860	887,676

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE DETAILED TRADING ACCOUNT

AS AT 31 DECEMBER 2017

1 INCOME AND ENDOWMENTS – CHARITY

	GENERAL		DESIGNATED		RESTRICTED		2017	As restated
	from donations, investments and trading activities £	from charitable activities £	from donations, investments and trading activities £	from charitable activities £	from donations and grants £	from charitable activities £	Total £	2016 Total £
Donations and legacies:								
Donations – General	8,270	-	-	-	8,500	-	16,770	13,217
Other trading activities:								
Sundry Income	-	1,500	-	-	-	-	1,500	2,002
Pikes Pool	-	500	-	-	-	-	500	500
Investment income:								
Dividends and Interest	-	9,546	-	-	-	-	9,546	9,477
Charitable activities:								
County shop	-	45,290	-	-	-	-	45,290	41,057
Subscriptions	-	44,277	-	-	-	-	44,277	43,443
County events	-	168,082	-	-	-	-	168,082	454,984
County development grant	-	-	-	-	-	-	-	10,000
	<u>8,270</u>	<u>269,195</u>	<u>-</u>	<u>-</u>	<u>8,500</u>	<u>-</u>	<u>285,965</u>	<u>574,680</u>

THE SCOUT ASSOCIATION – COUNTY OF BIRMINGHAM

NOTES TO THE DETAILED TRADING ACCOUNT

AS AT 31 DECEMBER 2017

2 RESOURCES EXPENDED – CHARITY

	GENERAL	DESIGNATED	RESTRICTED		
Costs of Raising Funds	Charitable Activities	Charitable Activities	Charitable Activities	2017 Total	2016 Total
£	£	£	£	£	£
County Shop	49,968	-	-	49,968	27,038
Activities, Meetings & Conferences	17,100	-	-	17,100	15,723
Repairs and maintenance	91	-	3,330	3,421	3,425
Insurance	1,029	-	-	1,029	1,374
Sundry Expenses	4,655	-	914	6,069	4,289
Loan Interest	1,558	-	-	1,558	1,780
Telephone	-	-	-	-	1,202
Printing, Postage & Stationery	460	-	-	460	2,484
Accountancy and Audit	7,110	-	-	7,110	6,570
Legal, Professional and Bank Charges	1,022	-	-	1,022	1,025
Depreciation	947	2,800	5,697	9,444	8,653
County events	226,433	-	-	226,433	381,307
Donations	1,117	-	11,851	12,968	18,149
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	500	311,490	2,800	21,792	336,582
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>