
THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

CONTENTS

	Page
Reference and administrative details of the Charity, its Trustees and advisers	1
Trustees' report	2 - 10
Independent auditor's report on the financial statements	11 - 13
Consolidated statement of financial activities	14
Consolidated balance sheet	15
Charity balance sheet	16
Consolidated statement of cash flows	17
Notes to the financial statements	18 - 35

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS AS AT 31 DECEMBER 2019

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 Registered number: 00103

HQ Registered 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 name: Blackwell Adventure

Subsidiary principal address: Blackwell Court, Agmore Road, Blackwell, Worcester, B60 1PX

Tel: 0121 445 1285

Email: info@blackwelladventure.co.uk

Web: www.blackwelladventure.co.uk

Custodian Trustee	The Scout Association Trust Corporation
Independent auditor	Cooper Parry Group Limited Chartered Accountants Statutory Auditor One Central Boulevard Blythe Valley Business Park Solihull West Midlands B90 8BG
Bankers	HSBC Bank plc 130 New Street Birmingham B32 4JU Lloyds Bank plc 25 Gresham Street London EC2V 7HN
Investment Managers	Charles Stanley & Company Limited 55 Calthorpe Road Edgbaston Birmingham B15 1TH

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2019

The Trustees present their annual report together with the audited financial statements of the The Scout Association - County of Birmingham for the year 1 January 2019 to 31 December 2019.

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
Amanda Cardall County Secretary
Linda Gurmin - County Treasurer
Sean Kelly – County Youth Commissioner

Committee Nominated Members (trustee, voting)

Pete Oldham
Chris Wallace
Paul Little
Maggie Jones
Daniel Smith
Alex Sexton

Committee Elected Members (trustee, voting)

Heidi Guest
David Archer
James Holmes
Abigail McMillan
Lynn Whittaker
Mark Rowe

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, non voting)

County Communications Manager - Amanda Cardall
Chair of Blackwell Adventure – Paul Fennell

Objectives and activities

a. Policies and objectives

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 SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Objectives and activities (continued)

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.

b. Main activities undertaken to further the Charity's purposes for the public benefit

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

a. Review of activities

It is good to report that activities at Blackwell were once again at saturation point in the high season and the staff team have worked enthusiastically this year as always to meet the requirements of all our campers. They have also provided incredible support to the County Scouters in terms of special events, camps, facilities, storage, Chief Scout Award ceremonies and so forth and in turn County volunteers do fantastic work at both centres helping to ensure we have sufficient staff to maintain the activity and maintenance programmes.

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 are 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 ceremonies in the training sections. Three members reached the Gold Duke of Edinburgh's Award others gained their Silver and Bronze awards. There were four Queen's Scout Awards achieved, this is the highest award that young people can achieve in Scouting.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Achievements and performance (continued)

The County membership has increased again this year with a total of young people and adults of 7,372 on the 2019 census.

b. Financial review

County

The charity had total revenue of £408,782. The result for the year shows a deficit of £64,871 which is primarily due to the timing of when income is received and when the related expenditure is incurred.

Blackwell Adventure

During 2018 the Board carried out a structured skills review with all Trustees and identified possible representation from the education sector and, as development of accommodation and refurbishment of the estate is a core strand of the strategy, specialist experience in this area would also be welcome.

During the year Louise Taylor a senior teacher and Keith Hemmings, an architect with many years of Scouting experience at Group Executive level were recruited to the Board.

The new full time CEO has settled in well and enjoyed a productive year absorbing the culture and rhythms of the business while personally shaping the new grant funding initiative and bringing important insights from his sector experience and his role as Vice Chair of the Association of Heads of Outdoor Education Centres.

The Executive Management Team under his leadership have been energetically working with the Trustees in developing the detailed business plans to underpin the 2018 – 2023 strategic plan.

c. Future developments

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

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

(Achievements and performance (continued))

d. Risk management

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 membership fees contributes to the Scout Association's 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 centers 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 Organization and Rules and the associated guidelines.

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

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

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.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Achievements and performance (continued)

e. Investment policy and performance

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 portfolio of stocks & shares administered by Charles Stanley. The investment objective is to provide capital growth but with a bias towards income, with a view to achieving an overall yield of around 4%. The investment portfolio should maintain prospects for an increasing income and capital appreciation through a mixture of equities and bonds.

f. 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 Trustees' reserves policy provides support for the day-to-day running of the group's activities, future developments and allows for risk.

In the light of the global Coronavirus pandemic (as reported elsewhere in this report), the Trustees of both County and Blackwell have conducted a preliminary review of the reserves policy and have agreed that, as an early estimate, unrestricted funds not committed or invested in tangible fixed assets should be in the region of £375,000.

The County Executive Committee 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 (i.e. those not invested in fixed assets). 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.

The actual reserve figure is calculated using the first table in Note 17 to the accounts and at 31 December 2019 this amounted to £572,379. It is the unrestricted column less the fixed assets shown in the top line. Capital and revenue projects are funded by setting aside appropriate amounts into Designated Funds accordingly.

The Trustees acknowledge there is a further reserves requirement and are planning suitable strategies.

g. Going concern

Subsequent to the year-end, in March 2020 the Group had to respond to the impact of the COVID-19 pandemic.

In terms of Blackwell Adventure, the site had to temporarily close as a UK-wide national lockdown was initiated. Through the efforts of the CEO and senior management team, the company conserved cash, looked after its customers and staff and sought additional revenue streams and financial support. Detailed budgets and cash flow forecasts have been prepared and support has been secured through a major donation from the National Lottery Community Fund, furlough payments, Retail, Hospitality and Leisure Grant Fund, other significant donations and the government backed 'bounce back loan'.

For County, events have been cancelled and deposits have been refunded where necessary. The County Shop has also been temporarily closed and hence income, along with associated costs, has dropped considerably for

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Achievements and performance (continued)

the period March to September 2020.

The Trustees have reviewed budgets and forecasts and after making appropriate enquires have a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern accounting basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

Structure, governance and management

a. Constitution

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, Organization and Rules of The Scout Association, with majority voting to support the decision making process.

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 three 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 members (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 four months.

Members joining the Executive Committee from January 2016 complete 'Essential Information for Executive

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Structure, governance and management (continued)

Committee' training within the first five 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;
- Ensuring 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
- Managing and implementing the Safety Policy locally.

b. Methods of appointment or election 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, County Media Manager and the Chairperson of Blackwell Adventure.

c. Organisational structure and decision-making policies

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.

d. Policies 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.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Structure, governance and management (continued)

e. Pay policy for key management personnel

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

f. 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.

g. Trustees' indemnities

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.

h. Relationship with subsidiaries

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

Statement of Trustees' responsibilities

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

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Group and the Charity and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and 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 Group and the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019

Disclosure of information to auditor

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

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

Auditor

The auditor, Cooper Parry Group Limited, has indicated his willingness to continue in office. The designated Trustees will propose a motion reappointing the auditor at a meeting of the Trustees.

Approved by order of the members of the board of Trustees on 5 October 2020 and signed on their behalf by:



Mr David Allen
County Chairman

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

Opinion

We have audited the financial statements of The Scout Association - County of Birmingham (the 'parent charity') and its subsidiaries (the 'group') for the year ended 31 December 2019 which comprise the Consolidated statement of financial activities, the consolidated balance sheet, the charity balance sheet, the consolidated statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charity's affairs as at 31 December 2019 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the 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 Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 Group's or the parent 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.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM (CONTINUED)

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the 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 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.

Matters on which we are required to report by exception

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

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- the parent Charity has not kept sufficient accounting records; or
- the parent Charity financial statements are not in agreement with the accounting records and returns; 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, the Trustees are responsible for the preparation of the 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 Group's and the parent 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 Group or the parent charity or to cease operations, or have no realistic alternative but to do so.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM (CONTINUED)

Auditor's responsibilities for the audit of the financial statements

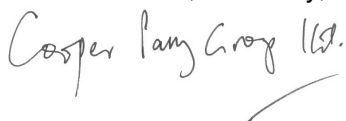
We have been appointed as auditor under section 151 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Use of our report

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 its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Cooper Parry Group Limited

Chartered Accountants

Statutory Auditor

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

5 October 2020

Cooper Parry Group Limited are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Note	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Income from:					
Donations and legacies	3	1,276	41,195	42,471	58,107
Charitable activities	4	1,305,454	-	1,305,454	1,222,978
Other trading activities	5	1,734	-	1,734	3,773
Investments	6	8,129	-	8,129	9,007
Total income		<u>1,316,593</u>	<u>41,195</u>	<u>1,357,788</u>	<u>1,293,865</u>
Expenditure on:					
Charitable activities	7	1,349,337	26,363	1,375,700	1,149,942
Total expenditure		<u>1,349,337</u>	<u>26,363</u>	<u>1,375,700</u>	<u>1,149,942</u>
Net gains/(losses) on investments		<u>21,195</u>	<u>-</u>	<u>21,195</u>	<u>(13,750)</u>
Net (expenditure)/income		<u>(11,549)</u>	<u>14,832</u>	<u>3,283</u>	<u>130,173</u>
Transfers between funds	16	<u>(5,000)</u>	<u>5,000</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u><u>(16,549)</u></u>	<u><u>19,832</u></u>	<u><u>3,283</u></u>	<u><u>130,173</u></u>
Reconciliation of funds:					
Total funds brought forward		1,181,680	109,580	1,291,260	1,161,087
Net movement in funds		(16,549)	19,832	3,283	130,173
Total funds carried forward		<u><u>1,165,131</u></u>	<u><u>129,412</u></u>	<u><u>1,294,543</u></u>	<u><u>1,291,260</u></u>

The Consolidated statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 18 to 35 form part of these financial statements.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM


**CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2019**

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	10	592,752	559,604
Investments	11	298,629	278,228
		891,381	837,832
Current assets			
Stocks	12	19,560	22,090
Debtors	13	31,256	13,857
Cash at bank and in hand		494,936	558,345
		545,752	594,292
Creditors: amounts falling due within one year	14	(142,590)	(140,864)
Net current assets		403,162	453,428
Total net assets		1,294,543	1,291,260
Charity funds			
Restricted funds	16	129,412	109,580
Unrestricted funds	16	1,165,131	1,181,680
Total funds		1,294,543	1,291,260

The financial statements were approved and authorised for issue by the Trustees on 5 October 2020 and signed on their behalf by:



Mr David Allen
County Chairman



Mrs Linda Gurmin
County Treasurer

The notes on pages 18 to 35 form part of these financial statements.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

**CHARITY STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019**

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	10	289,182	303,375
Investments	11	298,629	278,228
		587,811	581,603
Current assets			
Stocks	12	8,676	9,384
Debtors	13	5,760	8,160
Cash at bank and in hand		319,145	390,129
		333,581	407,673
Creditors: amounts falling due within one year	14	(29,204)	(32,218)
		304,377	375,455
Net current assets		304,377	375,455
Total net assets		892,188	957,058
Charity funds			
Restricted funds	16	86,298	82,392
Unrestricted funds	16	805,890	874,666
Total funds		892,188	957,058

The financial statements were approved and authorised for issue by the Trustees on 5 October 2020 and signed on their behalf by:



Mr David Allen
County Chairman



Mrs Linda Gurmin
County Treasurer

The notes on pages 18 to 35 form part of these financial statements.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2019

	2019 £	2018 £
Cash flows from operating activities		
Net cash used in operating activities	14,243	186,578
	<hr/>	<hr/>
Cash flows from investing activities		
Dividends, interests and rents from investments	8,129	9,007
Purchase of tangible fixed assets	(88,975)	(91,779)
Proceeds from sale of investments	-	10,563
Movement in cash held by investment manager	794	(9,493)
	<hr/>	<hr/>
Net cash used in investing activities	(80,052)	(81,702)
	<hr/>	<hr/>
Cash flows from financing activities		
Cash inflows from new borrowing	2,400	2,400
Repayments of borrowing	-	(53,400)
Interest paid	-	(751)
	<hr/>	<hr/>
Net cash provided by/(used in) financing activities	2,400	(51,751)
	<hr/>	<hr/>
Change in cash and cash equivalents in the year	(63,409)	53,125
Cash and cash equivalents at the beginning of the year	558,345	505,220
	<hr/>	<hr/>
Cash and cash equivalents at the end of the year	494,936	558,345
	<hr/> <hr/>	<hr/> <hr/>

The notes on pages 18 to 35 form part of these financial statements

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

1. Accounting policies

1.1 Basis of preparation of financial statements

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 financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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 consolidated statement of financial activities (SOFA) and consolidated balance sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

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.

1.2 Going concern

The trustees have considered the impact of the COVID-19 pandemic on the finances of the Group and based on the level of reserves held and the forward projections (which include various elements of Government support such as furlough receipts, grant payments and a 'bounce-back' loan) and satisfied that no material uncertainties exist. Accordingly, the financial statements have been prepared on a going concern basis.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

1. Accounting policies (continued)

1.3 Income

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

Membership Subscription

Membership subscriptions are payable in advance for a year ending on 31 March. The amount for the year ended 31 December 2019 is shown in the Statement of Financial Activities.

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 2019. 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.

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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

1. Accounting policies (continued)

1.4 Expenditure

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.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the charity's operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

All expenditure is inclusive of irrecoverable VAT.

1.5 Taxation

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

1.6 Tangible fixed assets and depreciation

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

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

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

1. Accounting policies (continued)

1.6 Tangible fixed assets and depreciation (continued)

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, .

Depreciation is provided on the following bases:

Land and Buildings	- 2% straight line
Temporary Structures	- 10% straight line
Plant and Machinery	- 10% - 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.

1.7 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the consolidated statement of financial activities. The basis of 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.

1.8 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.10 Liabilities and provisions

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the consolidated statement of financial activities as a finance cost.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

1. Accounting policies (continued)

1.11 Financial instruments

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

1.12 Operating leases

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

1.13 Pensions

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

1.14 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

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

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

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

2. General information

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'.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

3. Income from donations and legacies

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £
Donations	1,276	20,819	22,095
Grants	-	20,376	20,376
	<u>1,276</u>	<u>41,195</u>	<u>42,471</u>

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £
Donations	<u>35,607</u>	<u>22,500</u>	<u>58,107</u>

4. Income from charitable activities

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Camp fees, lettings and other activities	934,303	934,303	835,582
County events	291,407	291,407	307,472
County shop	34,659	34,659	35,265
Subscriptions	45,085	45,085	44,659
Total 2019	<u><u>1,305,454</u></u>	<u><u>1,305,454</u></u>	<u><u>1,222,978</u></u>

In 2018 all income from charitable was allocated to unrestricted funds.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

5. Income from other trading activities

Income from non charitable trading activities

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Sundry income	1,734	1,734	3,773
	<u>1,734</u>	<u>1,734</u>	<u>3,773</u>

In 2018 all income from other trading activity was allocated to unrestricted funds.

6. Investment income

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Investment income	8,129	8,129	9,007
	<u>8,129</u>	<u>8,129</u>	<u>9,007</u>

In 2018 all investment income was allocated to unrestricted funds.

7. Expenditure - group

	Direct costs 2019 £	Support costs 2019 £	Total funds 2019 £
Expenditure on charitable activities	1,157,865	217,835	1,375,700
	<u>1,157,865</u>	<u>217,835</u>	<u>1,375,700</u>

	Direct costs 2018 £	Support costs 2018 £	Total funds 2018 £
Expenditure on charitable activities	951,772	198,170	1,149,942
	<u>951,772</u>	<u>198,170</u>	<u>1,149,942</u>

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

7. Expenditure - group (continued)

In 2019 £1,349,337 (2018: £1,138,175) was allocated to unrestricted funds and £26,363 (2018: £11,227) was allocated to restricted funds.

Analysis of direct costs

	Activities 2019 £	Total funds 2019 £	Total funds 2018 £
Staff costs	291,578	291,578	300,871
Activity costs	69,996	69,996	67,531
Catering costs	81,936	81,936	65,045
Depreciation	55,828	55,828	54,581
Other direct costs	11,023	11,023	10,595
Property maintenance	62,561	62,561	62,192
Rates and utilities	85,256	85,256	80,616
Activity and seasonal instructors	79,807	79,807	59,077
County shop	29,732	29,732	30,244
Activities, meetings and conferences	10,377	10,377	21,074
Online scout manager	7,561	7,561	5,832
Events expenditure	367,854	367,854	178,738
Website and communication costs	3,531	3,531	6,086
Donations	580	580	2,185
Rent	245	245	7,105
	<u>1,157,865</u>	<u>1,157,865</u>	<u>951,772</u>

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

7. Expenditure - group (continued)

Analysis of support costs

	Activities 2019 £	Total funds 2019 £	Total funds 2018 £
Staff costs	102,852	102,852	111,207
Insurance	20,648	20,648	17,150
Interest payable and bank charges	5,114	5,114	6,952
Legal, professional, accountancy and audit	42,182	42,182	25,284
Marketing and publicity	4,146	4,146	5,714
Motor and travel expenses	2,239	2,239	1,769
Office costs	25,776	25,776	19,841
Other support costs	14,878	14,878	10,253
	<u>217,835</u>	<u>217,835</u>	<u>198,170</u>

8. Staff costs

	Group 2019 £	Group 2018 £
Wages and salaries	361,616	379,414
Social security costs	23,349	24,403
Contribution to defined contribution pension schemes	9,465	8,260
	<u>394,430</u>	<u>412,077</u>

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

	Group 2019 No.	Group 2018 No.
Operational (including seasonal staff)	23	23
Administration	2	2
	<u>25</u>	<u>25</u>

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

8. Staff costs (continued)

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

The trustees consider its key management personnel comprise the management team. The total employment benefits including employer pension contributions of the key management personnel were £122,955 (2018: £111,208).

9. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2018 - £NIL).

During the year ended 31 December 2019, no Trustee expenses have been incurred (2018 - £NIL).

10. Tangible fixed assets

Group

	Long-term leasehold property £	Fixtures and fittings £	Office equipment £	Other fixed assets £	Total £
Cost or valuation					
At 1 January 2019	725,537	513,727	6,964	77,352	1,323,580
Additions	88,975	-	-	-	88,975
At 31 December 2019	814,512	513,727	6,964	77,352	1,412,555
Depreciation					
At 1 January 2019	251,888	433,821	6,964	71,303	763,976
Charge for the year	33,929	21,898	-	-	55,827
At 31 December 2019	285,817	455,719	6,964	71,303	819,803
Net book value					
At 31 December 2019	528,695	58,008	-	6,049	592,752
At 31 December 2018	473,649	79,906	-	6,049	559,604

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

10. Tangible fixed assets (continued)

Charity

	Long-term leasehold property £	Fixtures and fittings £	Total £
Cost or valuation			
At 1 January 2019	426,552	305,392	731,944
At 31 December 2019	<u>426,552</u>	<u>305,392</u>	<u>731,944</u>
Depreciation			
At 1 January 2019	128,873	299,696	428,569
Charge for the year	8,497	5,696	14,193
At 31 December 2019	<u>137,370</u>	<u>305,392</u>	<u>442,762</u>
Net book value			
At 31 December 2019	<u>289,182</u>	<u>-</u>	<u>289,182</u>
At 31 December 2018	<u>297,679</u>	<u>5,696</u>	<u>303,375</u>

11. Fixed asset investments

Group and Charity	Listed investments £
Cost or valuation	
At 1 January 2019	278,228
Revaluations	21,195
Movement in cash	(794)
At 31 December 2019	<u>298,629</u>
Net book value	
At 31 December 2019	<u>298,629</u>
<i>At 31 December 2018</i>	<u>278,228</u>

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

11. Fixed asset investments (continued)

The historical cost of these investments as at 31 December 2019 was £277,226 (2018: £278,805).

All the fixed asset investments are held in the UK and carried at 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.

12. Stocks

	Group 2019 £	Group 2018 £	Charity 2019 £	Charity 2018 £
Goods for resale	19,560	22,090	8,676	9,384
	<u>19,560</u>	<u>22,090</u>	<u>8,676</u>	<u>9,384</u>

13. Debtors

	Group 2019 £	Group 2018 £	Charity 2019 £	Charity 2018 £
Due after more than one year				
Other debtors	2,641	5,760	2,641	5,760
	<u>2,641</u>	<u>5,760</u>	<u>2,641</u>	<u>5,760</u>
Due within one year				
Trade debtors	9,590	5,697	-	-
Other debtors	3,231	2,400	3,119	2,400
Prepayments and accrued income	15,794	-	-	-
	<u>31,256</u>	<u>13,857</u>	<u>5,760</u>	<u>8,160</u>
	<u>31,256</u>	<u>13,857</u>	<u>5,760</u>	<u>8,160</u>

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

14. Creditors: Amounts falling due within one year

	Group 2019 £	Group 2018 £	Charity 2019 £	Charity 2018 £
Trade creditors	11,410	4,729	3,745	3,092
Amounts owed to group undertakings	-	-	-	12,878
Other taxation and social security	30,449	32,706	-	-
Other creditors	6,973	12,799	4,643	8,911
Accruals and deferred income	93,758	90,630	20,816	7,337
	<u>142,590</u>	<u>140,864</u>	<u>29,204</u>	<u>32,218</u>

Included in other creditors is £3,581 (2018: £7,932) of funds held by the charity on behalf of other scout groups.

	Group 2019 £	Group 2018 £
Deferred income at 1 January 2019	74,381	68,259
Resources deferred during the year	77,101	74,381
Amounts released from previous periods	(74,381)	(68,259)
	<u>77,101</u>	<u>74,381</u>

The income that has been deferred relates to deposits for future events.

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

15. Financial instruments

The group has the following financial instruments:

	Group 2019 £	Group 2018 £	Charity 2019 £	Charity 2018 £
Financial assets				
Financial assets measured at amortised cost including trade debtors, accrued income, other debtors and cash and excluding prepayments	510,398	572,202	324,905	398,289
	<u>510,398</u>	<u>572,202</u>	<u>324,905</u>	<u>398,289</u>
	Group 2019 £	Group 2018 £	Charity 2019 £	Charity 2018 £
Financial liabilities				
Financial liabilities measured at amortised cost trade creditors and other creditors, accruals, excluding deferred income and taxation and social security	35,040	33,777	29,204	32,218
	<u>35,040</u>	<u>33,777</u>	<u>29,204</u>	<u>32,218</u>

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

16. Statement of funds

Statement of funds - current year

	Balance at 1 January 2019 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2019 £
Unrestricted funds						
Designated funds						
The Pikes Pool Centre	117,600	-	(2,800)	-	-	114,800
Property Development Fund	150,000	-	-	-	-	150,000
	<u>267,600</u>	<u>-</u>	<u>(2,800)</u>	<u>-</u>	<u>-</u>	<u>264,800</u>
General funds						
General Funds	914,080	1,316,593	(1,346,537)	(5,000)	21,195	900,331
	<u>914,080</u>	<u>1,316,593</u>	<u>(1,346,537)</u>	<u>(5,000)</u>	<u>21,195</u>	<u>900,331</u>
Total Unrestricted funds	<u>1,181,680</u>	<u>1,316,593</u>	<u>(1,349,337)</u>	<u>(5,000)</u>	<u>21,195</u>	<u>1,165,131</u>
Restricted funds						
Denis Vaughton	31,786	-	(5,697)	-	-	26,089
Pikes Pool Development Fund	25,688	-	(4,450)	-	-	21,238
Other donations	7,063	-	-	-	-	7,063
Mr J D Saville	23,488	7,000	(8,097)	-	-	22,391
Leddy Mayoral Donation (Pears Project)	5,055	10,292	(1,119)	-	-	14,228
SKE Foundation	10,000	-	(7,000)	-	-	3,000
Mr M C Below	5,000	3,527	-	-	-	8,527
Sustainability project	1,500	-	-	-	-	1,500
Hardship Fund	-	-	-	5,000	-	5,000
Glamping Pod Village	-	20,376	-	-	-	20,376
	<u>109,580</u>	<u>41,195</u>	<u>(26,363)</u>	<u>5,000</u>	<u>-</u>	<u>129,412</u>
Total of funds	<u>1,291,260</u>	<u>1,357,788</u>	<u>(1,375,700)</u>	<u>-</u>	<u>21,195</u>	<u>1,294,543</u>

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

16. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 January 2018 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2018 £
Unrestricted funds						
Designated funds						
The Pikes Pool Centre	120,400	-	(2,800)	-	-	117,600
Property Development Fund	-	-	-	150,000	-	150,000
	<u>120,400</u>	<u>-</u>	<u>(2,800)</u>	<u>150,000</u>	<u>-</u>	<u>267,600</u>
General funds						
General Funds	960,380	1,253,365	(1,135,915)	(150,000)	(13,750)	914,080
Total Unrestricted funds	<u>1,080,780</u>	<u>1,253,365</u>	<u>(1,138,715)</u>	<u>-</u>	<u>(13,750)</u>	<u>1,181,680</u>
Restricted funds						
Denis Vaughton	37,483	-	(5,697)	-	-	31,786
Pikes Pool Development Fund	11,538	18,000	(3,850)	-	-	25,688
Other donations	8,743	-	(1,680)	-	-	7,063
Mr J D Saville	17,488	6,000	-	-	-	23,488
Leddy Mayoral Donation (Pears Project)	5,055	-	-	-	-	5,055
SKE Foundation	-	10,000	-	-	-	10,000
Mr M C Below	-	5,000	-	-	-	5,000
Sustainability project	-	1,500	-	-	-	1,500
	<u>80,307</u>	<u>40,500</u>	<u>(11,227)</u>	<u>-</u>	<u>-</u>	<u>109,580</u>
Total of funds	<u><u>1,161,087</u></u>	<u><u>1,293,865</u></u>	<u><u>(1,149,942)</u></u>	<u><u>-</u></u>	<u><u>(13,750)</u></u>	<u><u>1,291,260</u></u>

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

17. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £
Tangible fixed assets	592,752	-	592,752
Fixed asset investments	298,629	-	298,629
Debtors due after more than one year	2,641	-	2,641
Current assets	413,699	129,412	543,111
Creditors due within one year	(142,590)	-	(142,590)
Total	1,165,131	129,412	1,294,543

Analysis of net assets between funds - prior year

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £
Tangible fixed assets	559,604	-	559,604
Fixed asset investments	278,228	-	278,228
Debtors due after more than one year	5,760	-	5,760
Current assets	478,952	109,580	588,532
Creditors due within one year	(140,864)	-	(140,864)
Total	1,181,680	109,580	1,291,260

18. Capital commitments

	Group 2019 £	Group 2018 £
Contracted for but not provided in these financial statements		
Acquisition of tangible fixed assets	80,000	-

19. Pension commitments

The group operates a defined contribution pension plan for certain of its employees in addition to using the NEST scheme to fulfil its auto enrolment obligation. The amount recognised as an expense in the period was £9,465 (2018: £8,260).

THE SCOUT ASSOCIATION - COUNTY OF BIRMINGHAM

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

19. Pension commitments (continued)

20. Operating lease commitments

At 31 December 2019 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Charity 2019 £	Charity 2018 £
Not later than 1 year	1,159	1,159
Later than 1 year and not later than 5 years	-	1,159
	<u>1,159</u>	<u>2,318</u>

21. Related party transactions

During the year The Scout Association – County of Birmingham made donations amounting to £9,150 (2018: £3,180). This amount is shown within restricted income. Blackwell Adventure invoiced The Scout Association – County of Birmingham a total of £32,102 (2018: £23,394) during the year. During the year Blackwell Adventure paid The Scout Association – County of Birmingham £6,000 (2018: £6,000) being the rent in respect of the properties at Blackwell Court and Pikes Pool.

22. Post balance sheet events

Subsequent to the year end, there has been an outbreak of Coronavirus which has developed into a global pandemic. At this stage the Trustees are assessing what impact this may have on the charity, though there remains a high level of uncertainty about the extent and the timeframe of the virus on the global economy, they believe the Charity is strongly placed to handle any downturn that may occur in any business sectors the Charity operates in.