

Charity Registration No. 1114999

Company Registration No. 05741930 (England and Wales)

THE BRAIN CHARITY
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

THE BRAIN CHARITY

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THE BRAIN CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

The Trustees, who are also Directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statements of the Charity for the year ended 31 March 2021. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

Objectives and activities

Activities

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

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

Mission, Values and Strategic Objectives

Our Mission

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

Our Values

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

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

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

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

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

Our Current Strategic Objectives

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

THE BRAIN CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Achievements and performance

Covid-19

The single biggest factor affecting our achievements this year has, of course, been Covid-19. Despite the fact our headquarters was forced to close for much of the period, the past 12 months have been a real success for the Charity.

Changes to Services

When the lockdown was first announced the organisation very quickly supported our frontline case workers to work from home offering advice to service users on how to cope practically with the negative effects of the pandemic and by offering a listening ear.

The health conditions of the vast majority of our service users meant that they were forced to 'shield' and self-isolate right from the outset of lockdown. Some were fortunate enough to have robust support systems around them and family and friends to help them through this time; many, however, were alone, worrying about how they were going to feed themselves, and suffering from acute loneliness.

We set up a delivery service to ensure people did not go hungry. Many were unable to visit the supermarket and struggled to get online delivery slots or access other help. We were also able to carry out errands such as collecting prescriptions for them. Across three months we made 1,014 deliveries to 122 people in need across Merseyside.

We also focussed on moving our social activities and regular face-to-face sessions online, delivering a catalogue of regular and new events including arts classes, neuro-physiotherapy based dance sessions, quizzes and virtual tours. Knowing that a significant percentage of our community are not particularly tech-literate, we also helped as many people as we could to get online, ensuring they were able to maintain social contacts.

Our Emergency Mental Health Response

Our last community consultation, carried out pre-pandemic in February 2020, highlighted the widespread problem of social isolation and loneliness amongst our service users. 54% of service users reported that they 'regularly feel lonely', while 53% reported having a mental health condition alongside their neurological condition. We know that loneliness makes you twice as likely to be affected by depression or anxiety.

This situation worsened during lockdown, and we saw the number of service users coming to us at the point of mental health crisis increase by more than 50%. Service users began to tell us about the severe toll that lockdown was taking; we heard from people who, all of a sudden, had no social contact. This was the impetus for establishing our telephone befriending service which checked-in with people in isolation on a weekly basis. For many clients, this was their only social interaction of the week.

For those clients struggling with acute mental health issues we also engineered a significant expansion to our counselling service and, throughout the year, supported 205 individuals with either online, telephone or face-to-face counselling.

This year we have helped:

1,279 service users with information and advice; 361 clients to access welfare benefits and avoid poverty; 162 with employment support by boosting their skills and confidence; 125 carers with support to carry out their important role; 205 clients with full courses of counselling; 133 people with dementia and 31 children and young people with innovative, arts-based therapies.

THE BRAIN CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Future development

In Winter 2020 we received news that the Charity had been successful in winning a second major European Social Fund grant to grow our employment support offer with the introduction of a second significant employment support project. The New Horizons Project is set to begin delivery in early Summer 2021 and will provide much needed support to our community who have been disproportionately hit by the pandemic in this area of their lives.

Despite the year being the most challenging year faced by the Charity we have been able to take some important steps forward. We have embraced online activities which can be offered to individuals right across the UK, hired our first ever Head of Communications and Fundraising and developed new innovative services in response to our clients' mental health needs.

The Charity is very fortunate to have emerged from the global pandemic in a relatively healthy position by tackling head-on the unique challenges faced. The Brain Charity has proved to be a resilient and dynamic organisation.

Support from funders

Against the backdrop of a very difficult year, we have actually had our most successful year ever in terms of grant funding. We have continued to receive funding from Quilter Cheviot, for our Dementia Project, and from BBC Children in Need for our Music Makes Us! workshops for children and young people. Through the European Social fund we have been able to increase our capacity for employment support.

We received a multi-year core funding grant from the Henry Smith Charity; recognition of our excellent service delivery and ability to clearly demonstrate benefit were key to winning this grant. Furthermore, despite the immense challenges faced because of Covid-19, we were supported through this complex and difficult time with valuable grant-based support from the Steve Morgan Foundation, LCR Cares, P.H. Holt Foundation, National Lottery Community Fund, Charities Aid Foundation and Public Health Liverpool.

Financial review

Performance

Over the challenging year in question, the Charity incurred a modest overall deficit on the income and expenditure account.

An overall accounting deficit of £5,565 has been set against the reserves (compared to a deficit of £16,665 in the previous year). This comprises an operating deficit of £52,197 (compared to a £17,755 surplus in the previous year) plus a gain on investments of £46,632 (compared to a loss of £34,420 in the previous year).

It should be noted that the operating deficit includes depreciation totalling £15,194 (£20,544 in the previous year) which did not impact the cash position. The performance on day to day operations before depreciation showed a deficit of £37,003 (compared to a £38,299 surplus in the previous year).

In the circumstances of the pandemic, the Trustees are content with this year's financial performance.

Reserves policy

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

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

THE BRAIN CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Investment policy

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

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

Structure, governance and management

Sub-committees

The Board of Trustees operates two sub-committees:

- Finance & Governance Committee
- Digital & Technology Governance Committee

These sub-committees are made up of suitably qualified Trustees and Senior Management and formally report back to the full Board at each quarterly meeting.

Risk management

The Charity maintains a Risk Register to identify any major issues which may affect the Charity in order that it can assess the potential impact of these should they happen, and mitigate this where possible. The Risk Register uses a 'Likelihood' v 'Level of impact' rating system to assess each perceived risk.

Governing document

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

The Charity is controlled by its governing document, its Articles of Association, and constitutes a private company limited by guarantee, incorporated under the Companies Act 2006 in England and Wales. In February 2020, new Articles of Association were unanimously approved by the Board and filed with Companies House, having been brought up to date in accordance with current legislation and best practice.

THE BRAIN CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Trustee Board

Trustees at 31 March 2021	Role	Background / specialism
Professor Bill Chambers	Chairman	Pro Vice Chancellor Emeritus; leadership and strategic direction
Dr John Picton	Company Secretary	Senior Lecturer of Law; charity law and compliance
Tim Walsh FCA	Treasurer	Chartered Accountant; finances and governance
Professor Gus Baker	Board Member	Clinical Neuropsychologist (rtd); specialist neurological input (Resigned 13 July 2021)
Ian Craig	Board Member	IT Director; digital and technology (Appointed 2 April 2020)
Theresa Lewin FCIPD	Board Member	HR Professional; people development
Mark Rea MCS1	Board Member	Chartered Corporate Finance Advisor; business experience
Jackie Sale	Board Member	Head Teacher (rtd); child development and safeguarding
Dr Nick Silver	Board Member	Consultant Neurologist, The Walton Centre; clinical input
Karen Swan	Board Member	Marketing Consultant; brand, communications and PR

Registered office
Norton Street
Liverpool
Merseyside
England
L3 8LR

New Trustees

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

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

The Trustees' report was approved by the Board of Trustees.



Professor WJ Chambers

Chair of Trustees

Dated: 12/10/21

THE BRAIN CHARITY

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE BRAIN CHARITY

I report to the Trustees on my examination of the financial statements of The Brain Charity for the year ended 31 March 2021.

Responsibilities and basis of report

As the Trustees of the Charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

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

Independent examiner's statement

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

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

- 1 accounting records were not kept in respect of the Charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Wilson Henry LLP

Hilene Henry FCA
145 Edge Lane
Liverpool
Merseyside
United Kingdom
L7 2PF



Dated: 12/10/2021

THE BRAIN CHARITY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
	Notes						
<u>Income and endowments from:</u>							
Donations and legacies	2	52,195	90	52,285	70,420	-	70,420
Charitable activities	3	207,338	195,194	402,532	157,694	257,117	414,811
Investments	4	9,199	-	9,199	10,196	-	10,196
Other income	5	344,703	-	344,703	359,584	-	359,584
Total income		613,435	195,284	808,719	597,894	257,117	855,011
<u>Expenditure on:</u>							
Raising funds	6	196,597	49,078	245,675	179,776	88,507	268,283
Charitable activities	7	486,208	129,033	615,241	406,871	162,102	568,973
Total resources expended		682,805	178,111	860,916	586,647	250,609	837,256
Net gains/(losses) on investments	11	46,632	-	46,632	(34,420)	-	(34,420)
Net (outgoing)/incoming resources before transfers		(22,738)	17,173	(5,565)	(23,173)	6,508	(16,665)
Gross transfers between funds		35,640	(35,640)	-	(11,149)	11,149	-
Net movement in funds		12,902	(18,467)	(5,565)	(34,322)	17,657	(16,665)
Fund balances at 1 April 2020		930,451	32,866	963,317	964,773	15,209	979,982
Fund balances at 31 March 2021		943,353	14,399	957,752	930,451	32,866	963,317

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE BRAIN CHARITY

BALANCE SHEET

AS AT 31 MARCH 2021

		2021		2020	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	12		604,610		619,806
Investments	13		276,967		216,081
			<u>881,577</u>		<u>835,887</u>
Current assets					
Debtors	15	33,430		57,736	
Cash at bank and in hand		243,585		162,107	
		<u>277,015</u>		<u>219,843</u>	
Creditors: amounts falling due within one year	16	(200,840)		(92,413)	
Net current assets			76,175		127,430
Total assets less current liabilities			<u>957,752</u>		<u>963,317</u>
Income funds					
Restricted funds	18		14,399		32,866
<u>Unrestricted funds - general</u>					
Designated funds	19	630,000		630,000	
General unrestricted funds		313,353		300,451	
			<u>943,353</u>		<u>930,451</u>
			<u>957,752</u>		<u>963,317</u>

THE BRAIN CHARITY

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2021


The Company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021.

The directors acknowledge their responsibilities for ensuring that the Charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the Company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the Company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on12/10/21.....



Professor WJ Chambers
Chair of Trustees

Company Registration No. 05741930

THE BRAIN CHARITY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from operations	22		86,533		96,463
Investing activities					
Purchase of tangible fixed assets		-		(5,461)	
Purchase of investments		(31,237)		-	
Proceeds on disposal of investments		16,983		3,292	
Investment income received		9,199		10,196	
Net cash (used in)/generated from investing activities			(5,055)		8,027
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			81,478		104,490
Cash and cash equivalents at beginning of year			162,107		57,617
Cash and cash equivalents at end of year			243,585		162,107

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

1.1 Accounting convention

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

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

1.2 Charitable funds

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

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

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

1.3 Income

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

1.4 Expenditure

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

1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	in accordance with the property
Plant and equipment	10% on cost
Fixtures and fittings	10% on cost
Computers	33% on cost
Mechanical and electrical installation	5% on cost

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

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

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

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

1.6 Taxation

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

1.7 Pension costs and other post-retirement benefits

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

1.8 Irrecoverable valued added tax

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

2 Donations and legacies

	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds general 2020 £
Donations and gifts	52,195	90	52,285	70,420

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

3 Charitable activities

	Other projects 2021 £	Other projects 2020 £
Grants and charitable activities	402,532	414,811
Analysis by fund		
Unrestricted funds - general	207,338	157,694
Restricted funds	195,194	257,117
	<u>402,532</u>	<u>414,811</u>

4 Investments

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Dividends receivable	9,198	10,193
Interest receivable	1	3
	<u>9,199</u>	<u>10,196</u>

5 Other income

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Fundraising events	14,871	16,897
Other income	3,987	11,218
Room hire and rental income	39,686	78,610
Corporate sponsorship	283,333	210,025
Cafe income	2,826	42,834
	<u>344,703</u>	<u>359,584</u>

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

6 Raising funds

	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds general 2020 £	Restricted funds 2020 £	Total 2020 £
<u>Fundraising and publicity</u>						
Staging fundraising events	920	-	920	11,860	-	11,860
Fundraising team	2,955	-	2,955	5,970	-	5,970
Fundraising and publicity	3,875	-	3,875	17,830	-	17,830
<u>Trading costs</u>						
Other trading activities	21,574	49,078	70,652	31,922	17,482	49,404
Staff costs	169,542	-	169,542	129,658	69,269	198,927
Trading costs	191,116	49,078	240,194	161,580	86,751	248,331
<u>Investment management</u>						
	1,606	-	1,606	366	1,756	2,122
	196,597	49,078	245,675	179,776	88,507	268,283

7 Charitable activities

	Other projects 2021 £	Other projects 2020 £
Staff costs	323,006	308,613
Share of support costs (see note 8)	286,397	250,432
Share of governance costs (see note 8)	5,838	9,928
	615,241	568,973
Analysis by fund		
Unrestricted funds - general	486,208	406,871
Restricted funds	129,033	162,102
	615,241	568,973

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

8 Support costs	Support costs		Governance costs		2021 Support costs		Governance costs		2020		Basis of allocation
	£	£	£	£	£	£	£	£	£	£	
Staff costs	173,147	-	-	173,147	114,640	-	-	-	114,640	-	
Depreciation	15,194	-	-	15,194	20,544	-	-	-	20,544	-	
Bank charges	472	-	-	472	1,993	-	-	-	1,993	-	
Sundries	5,713	-	-	5,713	9,489	-	-	-	9,489	-	
Recruitment costs	2,245	-	-	2,245	-	-	-	-	-	-	
Premises and other overheads	42,891	-	-	42,891	47,688	-	-	-	47,688	-	
Office costs	3,860	-	-	3,860	3,682	-	-	-	3,682	-	
Public relations	13,101	-	-	13,101	3,903	-	-	-	3,903	-	
Other costs	10,387	-	-	10,387	10,954	-	-	-	10,954	-	
Postage and stationery	9,179	-	-	9,179	22,383	-	-	-	22,383	-	
Irrecoverable VAT	10,208	-	-	10,208	15,156	-	-	-	15,156	-	
Accountancy	-	4,770	4,770	4,770	-	5,025	5,025	5,025	5,025	Governance	
Legal and professional	-	1,068	1,068	1,068	-	4,903	4,903	4,903	4,903	Governance	
	<u>286,397</u>	<u>5,838</u>	<u>5,838</u>	<u>292,235</u>	<u>250,432</u>	<u>9,928</u>	<u>9,928</u>	<u>9,928</u>	<u>260,360</u>		
Analysed between											
Charitable activities	<u>286,397</u>	<u>5,838</u>	<u>5,838</u>	<u>292,235</u>	<u>250,432</u>	<u>9,928</u>	<u>9,928</u>	<u>9,928</u>	<u>260,360</u>		

Governance costs includes payments to the independent examiner of £3,650 (2020- £3,650) in respect of the external scrutiny of the financial statements.

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

9 Trustees

There were no Trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

Trustees' expenses

There were no Trustees' expenses paid for the year ended 31 March 2021 nor for the year ended 31 March 2020.

10 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Management	3	2
Administration, finance, IT & HR	4	3
Carer's advocacy	4	4
Fundraising	2	1
Library and information	5	4
Communications	2	1
Cafe and room hire	2	2
Employment, counselling & welfare	4	4
Cleaner	2	1
ILM placements	1	7
Total	29	29

Employment costs	2021 £	2020 £
Wages and salaries	597,609	556,495
Social security costs	36,111	34,159
Other pension costs	31,975	31,526
	665,695	622,180

There were no employees whose annual remuneration was £60,000 or more.

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

11 Net gains/(losses) on investments

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Revaluation of investments	46,632	(34,420)

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

12 Tangible fixed assets	Leasehold land and buildings	Plant and equipment	Fixtures and fittings	Computers	Mechanical and electrical installation	Total
	£	£	£	£	£	£
Cos:						
At 1 April 2020	538,312	73,785	47,608	44,180	122,854	826,739
At 31 March 2021	538,312	73,785	47,608	44,180	122,854	826,739
Depreciation and impairment						
At 1 April 2020	-	65,089	41,224	44,180	56,441	206,934
Depreciation charged in the year	-	4,291	4,761	-	6,143	15,195
At 31 March 2021	-	69,380	45,985	44,180	62,584	222,129
Carrying amount						
At 31 March 2021	538,312	4,405	1,623	-	60,270	604,610
At 31 March 2020	538,313	8,696	6,384	-	66,413	619,806

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

13 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 April 2020	216,081
Additions	31,237
Valuation changes	46,632
Disposals	(16,983)
	<hr/>
At 31 March 2021	276,967
	<hr/>
Carrying amount	
At 31 March 2021	276,967
	<hr/> <hr/>
At 31 March 2020	216,081
	<hr/> <hr/>

14 Financial instruments

2021	2020
£	£

Carrying amount of financial assets

Instruments measured at fair value through profit or loss	276,967	216,081
	<hr/>	<hr/>

15 Debtors

2021	2020
£	£

Amounts falling due within one year:

Trade debtors	20,736	53,514
Prepayments and accrued income	12,694	4,222
	<hr/>	<hr/>
	33,430	57,736
	<hr/> <hr/>	<hr/> <hr/>

16 Creditors: amounts falling due within one year

2021	2020
£	£

Other taxation and social security	57,454	28,796
Trade creditors	4,932	11,002
Other creditors	11,427	7,812
Accruals and deferred income	127,027	44,803
	<hr/>	<hr/>
	200,840	92,413
	<hr/> <hr/>	<hr/> <hr/>

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

17 Retirement benefit schemes

Defined contribution schemes

The Charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the Charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £31,975 (2020 - £31,526).

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

18 Restricted funds

The income funds of the Charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2019		Movement in funds			Movement in funds			Balance at 31 March 2021		
	£	£	Incoming resources	Resources expended	Transfers	Balance at 1 April 2020	Incoming resources	Resources expended	Transfers	£	£
Carair's Advocacy project	-	100,534	100,534	(76,969)	(23,565)	-	90,787	(90,787)	-	-	-
Morgan Foundation	920	8,171	8,171	(12,029)	2,938	-	1,667	(1,667)	-	-	-
Postcode Lottery 2016	-	81,793	81,793	(113,569)	31,776	-	-	-	-	-	-
Dementia Project	14,289	26,640	26,640	(30,165)	-	10,763	20,833	(19,319)	(12,277)	-	-
Children & Young Persons Project	-	39,479	39,479	(15,023)	-	24,456	31,651	(45,572)	1,364	11,899	-
Sylvia Waddilove	-	2,500	2,500	-	-	2,500	-	-	-	2,500	-
Directions	-	-	-	(4,853)	-	(4,853)	35,260	(5,680)	(24,727)	-	-
Community Food Services	-	-	-	-	-	-	15,086	(15,086)	-	-	-
	15,209	259,117	259,117	(252,608)	11,149	32,866	195,284	(178,111)	(35,640)	14,399	-

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

19 Designated funds

The income funds of the Charity include the following designated funds which have been set aside out of unrestricted funds by the Trustees for specific purposes:

	Movement in funds		Movement in funds		Balance at 31 March 2021 £
	Balance at 1 April 2019 £	Incoming resources £	Balance at 1 April 2020 £	Incoming resources £	
Norton Street Centre	530,000	-	530,000	-	530,000
Building improvements and maintenance	100,000	-	100,000	-	100,000
	<u>630,000</u>	<u>-</u>	<u>630,000</u>	<u>-</u>	<u>630,000</u>

20 Analysis of net assets between funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Fund balances at 31 March 2021 are represented by:						
Tangible assets	599,197	5,413	604,610	613,042	6,764	619,806
Investments	276,967	-	276,967	216,081	-	216,081
Current assets/(liabilities)	67,189	8,986	76,175	101,328	26,102	127,430
	<u>943,353</u>	<u>14,399</u>	<u>957,752</u>	<u>930,451</u>	<u>32,866</u>	<u>963,317</u>

21 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).

THE BRAIN CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

22	Cash generated from operations	2021	2020
		£	£
	Deficit for the year	(5,563)	(16,665)
	Adjustments for:		
	Investment income recognised in statement of financial activities	(9,199)	(10,196)
	Fair value gains and losses on investments	(46,632)	34,420
	Depreciation and impairment of tangible fixed assets	15,194	20,544
	Movements in working capital:		
	Decrease in debtors	24,306	39,324
	Increase in creditors	108,427	29,036
	Cash generated from operations	<u>86,533</u>	<u>96,463</u>
23	Analysis of changes in net funds		
	The Charity had no debt during the year.		