

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2019
FOR
BIRMINGHAM CHRISTIAN COLLEGE

Leroy Reid & Co
Chartered Certified Accountants
and Statutory Auditors
299 Northborough Road
Norbury
London
SW16 4TR

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FOR THE YEAR ENDED 31ST DECEMBER 2019**

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BIRMINGHAM CHRISTIAN COLLEGE

REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31ST DECEMBER 2019

TRUSTEES	Reverend O O Afriyie - Chairman Dr L A E Donkor Elder K J Adomako Dr K Agyapong-Kodua Ms W Agyemang Rev F O Kwaah Rev E K Nyamekye (appointed 24.6.20)
COMPANY SECRETARY	Dr L A E Donkor
REGISTERED OFFICE	Crowther Hall Hamilton Drive Selly Oak Birmingham West Midlands B29 6AJ
REGISTERED COMPANY NUMBER	02320164 (England and Wales)
REGISTERED CHARITY NUMBER	1002205
AUDITORS	Leroy Reid & Co Chartered Certified Accountants and Statutory Auditors 299 Northborough Road Norbury London SW16 4TR

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2019

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st December 2019. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal objectives of the charity are defined by the Memorandum of Association of the Company as follows:

1. Promoting the advancement of the Christian faith in the UK and elsewhere by spreading the Gospel of the Lord Jesus Christ.
2. Providing education and training in the knowledge, understanding and practice of the Evangelical Christian faith and to do all such things as are necessary to the attainment of that object.
3. Since CoP-UK also has among its main objectives: to advance the Christian faith and advance education, BCC's working partnership is working well and resulting not only in mutual benefit but also benefiting the public in ways that either of them would have found difficult to achieve in the current circumstances. About four hundred and sixty two lay-leaders of the church benefited from various training activities run by BCC. Also, forty youth from three universities in the Midlands who are youth leaders of the CoP had a training event at the BCC campus that was facilitated by BCC staff.

Significant activities

The East Block's renovation was completed at the close of last year and it was partially furnished to become the central hub of our training activities for 2019. Also, it provides accommodation to some residential students and three (3) lecture hall fitted with relevant modern technology. The refurbishment and extension of the Chapel Block started in the later part of 2019. By the close of the year demolition has been completed awaiting construction. A huge capital injection from The Church of Pentecost - UK (CoP) has enabled BCC to progress steadily through this project. This partnership is supporting both charities in fulfilling their common objectives, yielding mutual benefits and benefit to the public in various ways.

Alongside the continuing upgrading and improvement of the facilities, actual delivery of training for Ministers or clergy and Christian lay-leaders continued. Apart from the Ministerial Students of our partner church, The Church of Pentecost - UK, some of whom came from continental Europe, we enrolled other students from Telford and Birmingham areas. Various intellectual and practical exercises, weekend placements in other churches and lectures were used to prepare the students for full time Christian ministry as Overseas (pastors). At the end of this year most of the students from our third cohort of ministerial trainees completed the requirement for either a Diploma or Graduate Diploma in Theology. They are all serving the Lord and their communities in different parts of the UK and Europe.

We introduced a residential lay-leaders training programme, which ran from Thursday nights to Saturday afternoons on most weekends and also send lecturers to deliver training in some churches.

BCC also accommodated the CoP-UK ministers for their retreat in January and August 2019.

Public benefit

Facilities of the Hamilton Drive campus were available for use at subsidised rates throughout the year and the BBC used the site facilities as settings for some television programmes. The facilities also housed many actors and directors of the BBC Doctors Series and accommodated residential lay-leaders.

As the upgrading of the facilities continues, we are beginning to receive enquiries from different groups of the public. We had students from three universities in the Midlands come to use the campus for training youth leaders.

Once the Chapel, which has a larger hall, is completed public interest in the site will grow and we are happy to serve our community.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2019

STRATEGIC REPORT

Achievement and performance

Charitable activities

The improvement and modernisation of the heating system, lightening and energy efficient strategies such as installation of new UPVC double-glazed windows, replacing of timber claddings for UPVC claddings throughout the site, new kitchens, new bathrooms and new internal decorations continues on the site. In 2019, the East Block which has three (3) lecture halls, nine (9) single bedrooms, two (2) kitchens, two (2) offices and a counselling room was completed and partially furnished for use. Preparatory work began on the site for the refurbishment and extension of the Chapel Block. When work on the Chapel Block is completed, we would have an extended library with modernised facilities, a larger space for social activities, a media studio for multimedia activities, new office and reception and a larger hall that could seat about 250 people in place of an old 85 capacity hall. Apart from the Ministerial Students of our partner church, The Church of Pentecost - UK, some of who came from continental Europe, we enrolled 3 other students from Telford and Walsall areas.

University Validation

Our application to Newman University in Birmingham to have our courses validated by them by the end of 2019 was achieved. We were successful with the faculty stage of the process and permitted to advertise our courses pending their final stage in February. BCC now has University validation for two BA programmes in theology (Pastoral and Biblical Theology and Theology and Missional Leadership). This validation will now enable BCC to offer undergraduate degree courses for Christian leadership training in a wide range of ministry opportunities in the church and marketplace. These courses will aim to equip people to get a better understanding of the Good News of the Christian faith to the multi-cultural society in the West Midlands, UK and beyond.

Merger and amendment of A & M

At the trustee board meeting held on May 22, 2019, the trustees resolved to carry forward an ongoing discussion to approach the Charity Commission for the merger of BCC and The Church of Pentecost - UK (CoP-UK). CoP-UK has been a major donor to BCC over six years. Although the arrangement works well at this moment, BCC has no guarantee that it will continue into the distant future. The trustees believe that a closer legal partnership provides a security for the sponsorship BCC receives from CoP-UK when the latter becomes the sole member of the Charity. Because some trustees of CoP-UK are also trustees of the BCC, due diligence was done to prevent any possible conflict of interest. The Charity Commission has been involved in the whole process and has granted the permission for the two organisation to be merged. CoP-UK to become the sole member of BCC. A secure funding for BCC benefits the public as BCC will be able to continue to offer our valued services.

Financial review

Financial position

The financial results show that the college was focused on achieving an on-going viable operational regime with completely new activities and had restricted other operations to preserve its financial resources.

As for recent years overall surpluses have been re-invested in the long term refurbishment of the provision of the college. The 49 year leasehold provision now stands at a book value of £1,212,264.

The additional expenditure is mainly further uncapitalised maintenance cost with day to day low level operations incurring approximately £100,000 for both of the recent years.

Reserves policy

The trustees are aware that available reserves have dipped below the level of recent years but consider that in view of the collaborative working with The Church of Pentecost-UK, they are sufficient for the time being. After the huge capitalisation that is going on through the refurbishment funds and donations will be available again to build the College's reserves.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2019

STRATEGIC REPORT

Financial review

Going concern

The directors consider that the College/Charity accounts should be prepared on the going concern basis. This was determined by the working partnership between The Church of Pentecost - UK (CoP) by which BCC is engaged to train both lay-leaders and clergy of the church in the whole European continent and beyond. This arrangement guarantees student recruitment in the very long term. Also, a long-term lease of the BCC campus in a central location in Birmingham for over forty years gives the college the necessary facilities to serve the churches in the regions.

BCC continues to operate with the assumption that it will remain active for the foreseeable future and that it has the resources needed to continue operating indefinitely until it provides evidence to the contrary.

To offset such costs arising from unforeseen factors impacting the ability of the College to deliver education, the college has business interruption cover of £1m. Should the event not be covered by insurance the college is confident that its partnership with The Church of Pentecost - UK provides it with a level of reserves which is more than adequate to cover any eventuality.

Principal risks and uncertainties

The trustees review major potential risks that the College faces on a regular basis. As part of the on-going comprehensive site review and planning, continuing risks are being reviewed progressively. The enormity of the capital funding required for the upgrading of the site and its facilities was considered a major risk. However, both the International and National Councils of The Church of Pentecost uphold the partnership whereby the church supports BCC in an arrangement that is mutually beneficial to the two charities. A day has been established as BCC Donation Day in the church on which all the branches of the CoP across Europe ask for and encourage voluntary donations from members towards the running of BCC. The church also seconded a member of staff to work at the college and funds a lectureship post at the church's expense because of the training BCC provides to the church and the public.

Future plans

The partnership between BCC and CoP-UK enabled the college to continue running training courses for CoP ministers throughout the 2018/19 academic year with a number of CoP trainee ministers receiving their training at BCC. Residential courses for training of lay leaders and the continual professional development of church leaders were held in the 2019 academic year.

These activities made the campus very active, particularly, in the second half of the year. We are going to continue with the delivery of training as usual but now at degree level. This enhances our prospects for more clients and individuals coming to us for training.

In addition to these, the trustees intend to work towards offering other short courses open to Christians within the West Midlands and further afield. We have also started having meetings with the Newman University in Birmingham to have our courses validated by them by the end of 2019. Achieving University validation will enable BCC to offer undergraduate and post graduate degree courses for the training of Christians for a wide range of ministry opportunities in the church and marketplace. These courses will aim to equip people to get a better understanding of the Good News of the Christian faith to the multi-cultural society in the West Midlands, UK and beyond. BCC has institutional accreditation from the Accreditation Service for International College (ASIC) that enables BCC to bring CoP ministers in other European nations who are Non-EU nationals to the BCC site in the UK for pre-ordination and post-ordination professional development training. By the end of 2018 Non-EU students from Germany, Spain, Sweden and Switzerland had been granted short term visas to enable them to study at BCC.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The College is a charitable company limited by guarantee and established by Memorandum and Articles of Association dated 22 November 1988. It is governed by Directors who are also Trustees for the purpose of charity law. In the event of the charity being wound up, the liability of the members is limited to £1 each.

BIRMINGHAM CHRISTIAN COLLEGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST DECEMBER 2019

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Birmingham Christian College for the purposes of company law) are responsible for preparing the Report of the trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Leroy Reid & Co, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a Strategic report, approved by order of the board of trustees, as the company directors, on 31st December 2021 and signed on the board's behalf by:



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Dr L A E Donkor
Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
BIRMINGHAM CHRISTIAN COLLEGE

Opinion

We have audited the financial statements of Birmingham Christian College (the 'charitable company') for the year ended 31st December 2019 which comprise the Statement of financial activities, the Balance sheet, the Cash flow statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st December 2019 and of its 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 Companies Act 2006.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Report of the independent auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
BIRMINGHAM CHRISTIAN COLLEGE

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
BIRMINGHAM CHRISTIAN COLLEGE**

Our responsibilities for the audit of the financial statements

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 a Report of the independent auditors 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Report of the independent auditors to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Report of the independent auditors. However, future events or conditions may cause the charitable company's to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

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Ebenezer Okai FCCA; BSc (Senior Statutory Auditor)
for and on behalf of Leroy Reid & Co
Chartered Certified Accountants
and Statutory Auditors
299 Northborough Road
Norbury
London
SW16 4TR

31st January 2022

BIRMINGHAM CHRISTIAN COLLEGE

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2019

	Notes	Unrestricted fund	Restricted fund	2019 Total funds	2018 Total funds
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	91,212	177,092	268,304	293,502
Charitable activities	3				
College operating activities		85,183	-	85,183	39,672
Other income		11,688	943	12,631	6,564
Total		188,083	178,035	366,118	339,738
EXPENDITURE ON					
Charitable activities	4				
College operating activities		162,820	92,642	255,462	265,910
NET INCOME		25,263	85,393	110,656	73,828
Transfers between funds	14	(132,738)	132,738	-	-
Net movement in funds		(107,475)	218,131	110,656	73,828
RECONCILIATION OF FUNDS					
Total funds brought forward		473,882	634,757	1,108,639	1,034,811
TOTAL FUNDS CARRIED FORWARD		<u>366,407</u>	<u>852,888</u>	<u>1,219,295</u>	<u>1,108,639</u>

The notes form part of these financial statements

BIRMINGHAM CHRISTIAN COLLEGE

BALANCE SHEET
31ST DECEMBER 2019

	Notes	2019 £	2018 £
FIXED ASSETS			
Tangible assets	10	1,212,264	1,155,878
CURRENT ASSETS			
Debtors	11	13,462	1,650
Cash at bank		<u>7,206</u>	<u>12,271</u>
		20,668	13,921
CREDITORS			
Amounts falling due within one year	12	(13,637)	(61,160)
NET CURRENT ASSETS		<u>7,031</u>	<u>(47,239)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,219,295</u>	<u>1,108,639</u>
NET ASSETS		<u>1,219,295</u>	<u>1,108,639</u>
FUNDS	14		
Unrestricted funds		366,407	473,882
Restricted funds		<u>852,888</u>	<u>634,757</u>
TOTAL FUNDS		<u>1,219,295</u>	<u>1,108,639</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 31st December 2021 and were signed on its behalf by:



.....
L A E Donkor
Trustee

The notes form part of these financial statements

BIRMINGHAM CHRISTIAN COLLEGE

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2019

	Notes	2019 £	2018 £
Cash flows from operating activities			
Cash generated from operations	1	82,723	136,873
Net cash provided by operating activities		82,723	136,873
Cash flows from investing activities			
Purchase of tangible fixed assets		(87,788)	(161,792)
Net cash used in investing activities		(87,788)	(161,792)
Change in cash and cash equivalents in the reporting period		(5,065)	(24,919)
Cash and cash equivalents at the beginning of the reporting period		12,271	37,190
Cash and cash equivalents at the end of the reporting period		7,206	12,271

The notes form part of these financial statements

BIRMINGHAM CHRISTIAN COLLEGE

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2019

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2019	2018
	£	£
Net income for the reporting period (as per the Statement of financial activities)	110,656	73,828
Adjustments for:		
Depreciation charges	31,402	39,579
(Increase)/decrease in debtors	(11,812)	7,371
(Decrease)/increase in creditors	(47,523)	16,095
Net cash provided by operations	82,723	136,873

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.19	Cash flow	At 31.12.19
	£	£	£
Net cash			
Cash at bank	12,271	(5,065)	7,206
	<hr/>	<hr/>	<hr/>
	12,271	(5,065)	7,206
Total	12,271	(5,065)	7,206
	<hr/>	<hr/>	<hr/>

The notes form part of these financial statements

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

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', 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.

INCOME

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

EXPENDITURE

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

TANGIBLE FIXED ASSETS

The Charity's policy is that individual fixed assets acquired costing £1,000 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis as follows:

Depreciation is provided at rates calculated to write off the cost less estimated residual value, over their expected useful lives.

Office equipment - Straight line over 4 years

Computers - Straight line over 5 years

Leasehold property - Straight line over the term of the lease

Leased equipment - Straight line over the term of the lease

TAXATION

As a Charity, Birmingham Christian College is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

FUND ACCOUNTING

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the 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.

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.

BIRMINGHAM CHRISTIAN COLLEGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2019

2. DONATIONS AND LEGACIES

	2019	2018
	£	£
Small donations	134	363
Church of Pentecost - UK & EU	258,695	284,215
Donations from BCC offering	9,475	8,924
	<hr/>	<hr/>
	268,304	293,502
	<u>£</u>	<u>£</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	2019	2018
	£	£
Academic income	College operating activities	35,290
Rental income	College operating activities	3,906
Students accommodation rent	College operating activities	45,987
	<hr/>	<hr/>
	85,183	39,672
	<u>£</u>	<u>£</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 5)	Support costs (see note 6)	Totals
	£	£	£
College operating activities	246,637	8,825	255,462
	<hr/>	<hr/>	<hr/>

5. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2019	2018
	£	£
Staff costs	67,447	63,526
Communication costs	11,874	12,194
Freelance lecturers	10,697	8,481
Accreditation fees	4,231	5,877
Library costs	1,770	2,823
Travel and conferences	5,666	9,333
Catering	13,968	793
Office costs	996	727
Website and computer costs	350	331
Repairs & maintenance	37,607	46,130
Council tax	20,205	16,176
Heat and light	16,205	13,357
Health and safety	3,757	11,604
Water charges	2,243	2,388
Subscription and licenses	555	417
Rent other and caretaking	300	300
Bank charges	477	249
Room hire	795	500
Publication project	-	5,964
Insurance	8,637	7,993
Professional costs	4,941	12,153
Training and CPD	2,514	-
	<hr/>	<hr/>
Carried forward	215,235	221,316
	<u>£</u>	<u>£</u>

BIRMINGHAM CHRISTIAN COLLEGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2019

5. DIRECT COSTS OF CHARITABLE ACTIVITIES - continued

	2019	2018
	£	£
Brought forward	215,235	221,316
Donations	-	200
Bad debts	-	125
Depreciation	31,402	39,579
	<hr/>	<hr/>
	246,637	261,220
	<hr/>	<hr/>

6. SUPPORT COSTS

	Governance costs
	£
College operating activities	8,825
	<hr/>

Support costs, included in the above, are as follows:

	2019	2018
	College operating activities	Total activities
	£	£
Auditors' remuneration	3,000	3,000
Non-audit Examination	2,195	1,600
Trustees meeting expenses	414	90
Legal fees	3,216	-
	<hr/>	<hr/>
	8,825	4,690
	<hr/>	<hr/>

7. NET INCOME/(EXPENDITURE)

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

	2019	2018
	£	£
Auditors' remuneration	3,000	3,000
Depreciation - owned assets	31,402	39,579
	<hr/>	<hr/>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st December 2019 nor for the year ended 31st December 2018.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31st December 2019 nor for the year ended 31st December 2018.

BIRMINGHAM CHRISTIAN COLLEGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2019

9. STAFF COSTS

	2019	2018
	£	£
Wages and salaries	56,463	53,000
Social security costs	5,423	5,526
Other pension costs	5,561	5,000
	<hr/>	<hr/>
	67,447	63,526
	<u>£</u>	<u>£</u>

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

	2019	2018
Administration	1	1
Academic	1	1
	<hr/>	<hr/>
	2	2
	<u>£</u>	<u>£</u>

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

10. TANGIBLE FIXED ASSETS

	Long leasehold	Plant and machinery	Totals
	£	£	£
COST			
At 1st January 2019	1,494,096	60,388	1,554,484
Additions	86,111	1,677	87,788
	<hr/>	<hr/>	<hr/>
At 31st December 2019	1,580,207	62,065	1,642,272
DEPRECIATION			
At 1st January 2019	384,761	13,845	398,606
Charge for year	25,195	6,207	31,402
	<hr/>	<hr/>	<hr/>
At 31st December 2019	409,956	20,052	430,008
NET BOOK VALUE			
At 31st December 2019	1,170,251	42,013	1,212,264
At 31st December 2018	1,109,335	46,543	1,155,878
	<u>£</u>	<u>£</u>	<u>£</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Trade debtors	12,574	44
Other debtors	888	1,606
	<hr/>	<hr/>
	13,462	1,650
	<u>£</u>	<u>£</u>

BIRMINGHAM CHRISTIAN COLLEGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2019

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Trade creditors	4,153	36,818
Accruals and deferred income	9,484	24,342
	<hr/>	<hr/>
	13,637	61,160
	<hr/>	<hr/>

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted	Restricted	2019	2018
	fund	fund	Total	Total
	£	£	funds	funds
Fixed assets	321,937	890,327	1,212,264	1,155,878
Current assets	21,386	(718)	20,668	13,921
Current liabilities	23,084	(36,721)	(13,637)	(61,160)
	<hr/>	<hr/>	<hr/>	<hr/>
	366,407	852,888	1,219,295	1,108,639
	<hr/>	<hr/>	<hr/>	<hr/>

14. MOVEMENT IN FUNDS

	At 1.1.19	Net movement in funds	Transfers between funds	At 31.12.19
	£	£	£	£
Unrestricted funds				
General fund	473,882	25,263	(132,738)	366,407
Restricted funds				
College activities	634,757	85,393	132,738	852,888
TOTAL FUNDS	<hr/>	<hr/>	<hr/>	<hr/>
	1,108,639	110,656	-	1,219,295
	<hr/>	<hr/>	<hr/>	<hr/>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	188,083	(162,820)	25,263
Restricted funds			
College activities	178,035	(92,642)	85,393
TOTAL FUNDS	<hr/>	<hr/>	<hr/>
	366,118	(255,462)	110,656
	<hr/>	<hr/>	<hr/>

BIRMINGHAM CHRISTIAN COLLEGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2019

14. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.18 £	Net movement in funds £	At 31.12.18 £
Unrestricted funds			
General fund	553,426	(79,544)	473,882
Restricted funds			
College activities	481,385	153,372	634,757
TOTAL FUNDS	<hr/> 1,034,811 <hr/>	<hr/> 73,828 <hr/>	<hr/> 1,108,639 <hr/>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	149,645	(229,189)	(79,544)
Restricted funds			
College activities	190,093	(36,721)	153,372
TOTAL FUNDS	<hr/> 339,738 <hr/>	<hr/> (265,910) <hr/>	<hr/> 73,828 <hr/>

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

	At 1.1.18 £	Net movement in funds £	Transfers between funds £	At 31.12.19 £
Unrestricted funds				
General fund	553,426	(54,281)	(132,738)	366,407
Restricted funds				
College activities	481,385	238,765	132,738	852,888
TOTAL FUNDS	<hr/> 1,034,811 <hr/>	<hr/> 184,484 <hr/>	<hr/> - <hr/>	<hr/> 1,219,295 <hr/>

BIRMINGHAM CHRISTIAN COLLEGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2019

14. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	337,728	(392,009)	(54,281)
Restricted funds			
College activities	368,128	(129,363)	238,765
TOTAL FUNDS	705,856	(521,372)	184,484

15. CAPITAL COMMITMENTS

	2019 £	2018 £
Contracted but not provided for in the financial statements	-	31,879

16. RELATED PARTY DISCLOSURES

No remuneration or expenses were paid to the trustees other than:

Lord Donkor £3,901 (2018 - £6,311) for overseas travel and events reimbursement.

Lord Donkor - £1,356 (2018 - £1,683) UK expenses reimbursement.

Joyce Donker - £500 for casual work.

The Church of Pentecost - UK made donations of £233,562 (2018 - £254,266) to the building refurbishment work being undertaken and other operational cost for the College.

17. POST BALANCE SHEET EVENTS

On August 5, 2020, The Church of Pentecost - UK became the sole member of BCC.

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2019

	2019	2018
	£	£
INCOME AND ENDOWMENTS		
Donations and legacies		
Small donations	134	363
Church of Pentecost - UK & EU	258,695	284,215
Donations from BCC offering	9,475	8,924
	<hr/>	<hr/>
	268,304	293,502
Charitable activities		
Academic income	35,290	1,625
Rental income	3,906	23,512
Students accommodation rent	45,987	14,535
	<hr/>	<hr/>
	85,183	39,672
Other income		
Sundry income	12,631	6,564
	<hr/>	<hr/>
Total incoming resources	366,118	339,738
EXPENDITURE		
Charitable activities		
Wages	56,463	53,000
Social security	5,423	5,526
Pensions	5,561	5,000
Communication costs	11,874	12,194
Freelance lecturers	10,697	8,481
Accreditation fees	4,231	5,877
Library costs	1,770	2,823
Travel and conferences	5,666	9,333
Catering	13,968	793
Office costs	996	727
Website and computer costs	350	331
Repairs & maintenance	37,607	46,130
Council tax	20,205	16,176
Heat and light	16,205	13,357
Health and safety	3,757	11,604
Water charges	2,243	2,388
Subscription and licenses	555	417
Rent other and caretaking	300	300
Bank charges	477	249
Room hire	795	500
Publication project	-	5,964
Insurance	8,637	7,993
Professional costs	4,941	12,153
Training and CPD	2,514	-
Carried forward	215,235	221,316

This page does not form part of the statutory financial statements

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2019

	2019 £	2018 £
Charitable activities		
Brought forward	215,235	221,316
Donations	-	200
Bad debts	-	125
Long leasehold	31,402	27,273
Plant and machinery	-	12,306
	<hr/>	<hr/>
	246,637	261,220
Support costs		
Governance costs		
Auditors' remuneration	3,000	3,000
Non-audit Examination	2,195	1,600
Trustees meeting expenses	414	90
Legal fees	3,216	-
	<hr/>	<hr/>
	8,825	4,690
Total resources expended	<hr/>	<hr/>
	255,462	265,910
Net income	<hr/>	<hr/>
	110,656	73,828
	<hr/>	<hr/>