

Charity registration number 220793

Company registration number 189439 (England and Wales)

THE MERSEY MISSION TO SEAFARERS
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE 15 MONTHS ENDED 31 MARCH 2021



McLintocks

Xeinadin Group

THE MERSEY MISSION TO SEAFARERS

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Mrs P Brown
Mr T Dickinson
Mr J Mace
Mr G Rafferty
Mr P Parker
Rev'd Canon Dr C Pailing
Mr W Bowley
Mr D MacLeod

Secretary & Chief Executive

Mr J Wilson

Charity number

220793

Company number

189439

Presidents

The Bishop of Chester
The Bishop of Liverpool
The Bishop of Sodor and Man
The Bishop of Birkenhead
The Bishop of Warrington

Hon. Treasurer

Mr T E Dickinson

Hon. Chaplin

Rev'd G Cuff

Registered office

Colonsay House
20 Crosby Road South
Waterloo
Liverpool
Merseyside
L22 1RQ

Independent examiner

Helen Furlong FCCA
McLintocks (NW) Limited
46 Hamilton Square
Birkenhead
Wirral
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CH41 5AR

Bankers

Barclays Bank PLC
48 - 50 Lord Street
Liverpool
Merseyside
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THE MERSEY MISSION TO SEAFARERS

LEGAL AND ADMINISTRATIVE INFORMATION

Investment advisors

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Royal Liver Building
Pier Head
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THE MERSEY MISSION TO SEAFARERS

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THE MERSEY MISSION TO SEAFARERS

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE 15 MONTHS ENDED 31 MARCH 2021

The trustees present their annual report and financial statements for the 15 months ended 31 March 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 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 (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The objects for which the Mission is established are:-

- to provide rooms for seafarers for the purposes of meeting, assembly, refreshment, reading writing or recreation, and offices in connection therewith.
- to promote and minister to the spiritual, moral and temporal welfare of the seafaring community who frequent the ports of the River Mersey and Isle of Man.

The Trustees remain focused in supporting the work of Liverpool Seafarers Centre, through which the charitable objects of The Mersey Mission to Seafarers is executed. Liverpool Seafarers Centre has the facilities to meet the need of all visiting Seafarers, irrespective of their individual colour, race, creed or belief. The service delivery is through the office of the Honorary Chaplain and or the team of Ship Visitors, who comprise staff members and volunteers. Liverpool Seafarers Centre, based in Waterloo adjacent to the main entrance to The Port of Liverpool is the focal point from which all services are delivered, either within the centre or whilst out ship visiting. Operating 7 days per week at times to meet demand, the services are well received by all, as referenced by the remarks in the visitors' book. Liverpool Seafarers Centre is representative of the "parent society's" being an ecumenical partnership between the Apostleship of the Sea (Liverpool) and The Mersey Mission to Seafarers. Today all staff members, are employees of Liverpool Seafarers Centre, all of whom along with the team of volunteers uphold the Christian ethos of the centre.

With 90% of world trade and 95% of UK trade transported by sea, through its charitable objective of providing "welfare services" to all Seafarers confirm public benefit. Trustees are conscious of the public benefit principal, by which the charity is governed enabling its charitable status to continue.

While the direction and policies of the 'Mission' are determined by the Trustees, who act in an honorary capacity and meet at regular intervals to monitor the affairs of the 'Mission', the Chief Executive has responsibility for the day to day running of the 'Mission'.

Volunteers remain an integral part of the organisation, without whom many of the services will be lacking. Currently 4 dedicated individuals offer their time freely to support the welfare of Seafarers.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

THE MERSEY MISSION TO SEAFARERS

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

FOR THE 15 MONTHS ENDED 31 MARCH 2021

Achievements and performance

Charitable activities

The Trustees' primary objective is to deliver a first-class service to all Seafarers as part of their Christian outreach, whilst at the same time, ensuring a sustainable financial position both now and for years to come. It is through the ecumenical partnership between the Apostleship of the Sea (Liverpool) and The Mersey Mission to Seafarers that this service delivery is achieved. Liverpool Seafarers Centre, a registered charity and company limited by guarantee, created by this partnership, is the vehicle through which both partners execute their committed objective. Liverpool Seafarers Centre is the lifeline to all Seafarers, to include fishers, for whom the service is aimed, and who benefit from its delivery. Whilst The Mersey Mission to Seafarers is not itself directly involved in front line service delivery, it has a responsibility, since its founding on 24 November 1856, towards the welfare of all Seafarers irrespective of nationality, belief or rank. It sees all Seafarers as being equal. Fellow human beings from the economically disadvantaged countries of the world today make up the pool from which Seafarers are drawn. It is paramount that all need as presented by the individual Seafarer is met. On occasions this is not always possible, due to many external factors. It is then through the network of Mission's throughout the world that contact is maintained to ensure that what is not completed within our geographical area, is highlighted and communicated to kindred Societies / Missions in other ports. The Mission is a founding member of ICMA, International Christian Maritime Association, a membership of 28 Christian Missions spread throughout the world.

As a member of the International Christian Maritime Association (ICMA), The Mersey Mission to Seafarers has signed its code of conduct stating it will:-

- Show an unconditional love to the seafarer as a human being, created in the image of God, and a sincere respect for her/his personal values and beliefs;
- Serve seafarers and their dependants of all nationalities, religions, cultures, language, sex or race;
- Fight prejudice, intolerance and injustice of any kind;
- Respect the diversity of ICMA Members and Churches and to develop that which unites them; e) Respect the loyalty of those engaged in maritime ministry to their particular ecclesiastical discipline and tradition and refrain from proselytising seafarers;
- Co-operate with persons, organisations and institutions, Christian or non-Christian, which work for the welfare of seafarers.

The Trustees have committed to fund the operating cost of Liverpool Seafarers Centre. This was on a 50 / 50 basis with the Apostleship of the Sea (Liverpool) with whom an ecumenical covenant is agreed. Following application to the Trustees of the Apostleship of the Sea (Liverpool) it was agreed to change the funding arrangement from a 50 / 50 split to a 60 / 40 split in favour of the Mission. The Trustees of the Mersey Mission to Seafarers are most grateful to the Apostleship of the Sea (Liverpool) Trustees for this new arrangement. This will ensure that The Mersey Mission to Seafarers will be in a better position to continue with funding arrangement.

Today's Seafarer cites loneliness, isolation, fatigue, monotony as common issues upon which they are challenged on a daily basis, a friendly listening ear can often relieve the burden of mental pressure. Something as simple as allowing a Seafarer to smile, can momentarily relieve this burden. None of our mission in Ministry would be possible without our dedicated Volunteers, who in past years have, not only the 19 who have supported our activity through the Centre, but the many who support our endeavours, provided a continuous supply of woolly hats, warm clothing, books and periodicals of interest, CD's and DVD's, confectionary and cakes, children's clothing, toys and jigsaws, all of which are given to Seafarers, with the message that they have been given to us to pass on with Love. Throughout the lockdown, many have continued with their donation of such items. Furthermore, new donors have come forward following the appeal through radio, press and social media and added to the gifts, all of which have been well received by crew during these unprecedented times.

THE MERSEY MISSION TO SEAFARERS

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

FOR THE 15 MONTHS ENDED 31 MARCH 2021

The Trustees wish to place on record their grateful thanks to all individuals and groups, to include many parishes within the locality who most generously support our work with these donations.

In March 2020, following the Government announcement that the country was to go into the 1st of three lockdowns our team of volunteers stood down from active duty, for their own safety and that of all others. The Centre closed, albeit ship visiting continued on a daily basis, which was a welcome relief to those on board for whom shore leave was cancelled. For many this remains the case today due to the risk of infection. With Captains agreement, some crew can come ashore to the Seafarers Centre only. The needs of the Seafarers changed, being unable to avail of shore leave and for many contracts extended due to worldwide travel restrictions, a shopping service was introduced which has become very popular and remains much in demand today. On occasion when ship provisions are reduced due to items ordered through ship chandlers are either not available or priced at a premium a further request is submitted. In advance of a vessel berthing email requests are received giving sufficient time to source the requested item, which on occasion included ships spares!

For the retired Seafarer, who through age, personal reason or illness is no longer employed, a means through which communication is maintained with the numerous maritime associations of past shipping companies is offered by Liverpool Seafarers Centre. This may necessitate a home visit, which identifies a need, relieve loneliness or isolation or simply a befriending service. As a need is identified, practical assistance is offered and when necessary financial support through a discretionary grant, the replacement of household goods or a contribution towards funeral expenses can be made. As Honorary Agent on behalf of the Shipwrecked Mariners Society and representative of other Maritime Organisations, strong links are maintained with the Maritime Community. With the Centre closed, a venue for meeting was not available nor were home visits encouraged. Contact was maintained through email, telephone and Zoom. Technology has been all important and continues to be a means of maintaining contact today.

Report of a serious incident:

In February 2019, The Mersey Mission to Seafarers received a letter from an individual with an allegation of an historic incident involving a priest employed by The Mersey Mission to Seafarers in the early 1970's, who at that time was a young man staying at The Mission. This matter was brought to the attention of the Board of Trustees, who due to the confidentiality and sensitivity of the alleged allegation, delegated responsibility to two Trustees, together with the Chief Executive to manage this matter. A report was submitted to the Charity Commission in March 2019 under the heading Report of a Serious Incident, RSI. The claimant through a Solicitor issued a letter dated November 2019, claiming damages. The Mersey Mission to Seafarers appointed Solicitors to represent the best interests of the Charity. In December 2021 a financial settlement was agreed without liability. Fees have subsequently been agreed. The Charity Commission has been updated throughout. The agreed settlement and fees have been paid. The case is concluded in its entirety.

Financial review

The 'Mission's' net incoming resources from charitable activities for the 15 months ended 31 March 2021 was a deficit of £19,296 (2019 £68,692 deficit) there were gains on investments of £16,562 (2019 £146,837) making a total deficit of £2,734 (2019 £78,145 surplus). This amount has decreased surplus funds brought forward of £1,519,206 leaving funds of £1,516,472 to be carried forward. Investments increased by £16,238 to £1,523,668 and also cash balances have increased by £17,028 to £30,534. The charity's free unrestricted reserves amounted to £428,131 (2019 £489,358)

The Mission awarded grants totaling £121,875 (2019 £122,700) towards the running costs of Liverpool Seafarers Centre. In addition, the charity supports individual beneficiaries who themselves have been Seafarers or their spouse or partner through the provision of one off discretionary grants, the replacement of household items and as the need arise contribution towards funeral expenses.

THE MERSEY MISSION TO SEAFARERS

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

FOR THE 15 MONTHS ENDED 31 MARCH 2021

Reserves policy

The Trustees agreed policy to maintain sufficient reserves, will generate a level of income from its investments including the property together with donations and fundraising effort to meet the annual expenditure in the medium to long term, thus ensuring the sustainability of the charity. The Trustees are united in their determination and commitment to ensure that sufficient funds are available. The decision was taken to increase investment income to meet the current liability of 40% of Liverpool Seafarers Centre's operating costs, this has had the effect of a change to the investment risk from low to medium.

Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. This is further evidenced through the agreement between the Apostleship of the Sea (Liverpool) and The Mersey Mission to Seafarers to change the funding arrangement to support Liverpool Seafarers Centre from a 50/50 split to a 60/40 split in the Missions favour. It is for this reason the charity continues to adopt the going concern basis in preparing the financial statements.

Investment Policy

The Trustees are empowered by the Articles of Association to invest any trust monies, as authorised by law, in such a manner as they think fit. The Trustees have adopted a policy for a portfolio of investments that is designed to optimise returns over the longer term which will provide a supply of funds to support the commitment to meet its obligation to fund 40% of the operating costs of Liverpool Seafarers Centre. The Trustees revisit and assess for suitability the investment policy together with the level of risk. The risk is currently set at medium with an emphasis of generating income whilst achieving capital growth. The investments are divided amongst a wide range of both equity and trust funds. The portfolio is managed externally by investment managers who themselves are regulated by the Financial Services Authority. Quarterly valuations are received and annually the investment manager meets with the Trustees to discuss the portfolio performance together with any future trends. Throughout the pandemic, it was not possible to hold face to face meetings, information was exchanged electronically. The Chief Executive maintained close contact with both the Trustees and the investment manager and was able to ensure that sufficient funds were available to fund the 40% contribution towards the operating costs of Liverpool Seafarers Centre. The Trustees follow the guidance for investment of charitable funds as issued by the Charity Commission.

Principal risks and uncertainties:

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Future plans

The Mission is committed along with the Apostleship of the Sea (Liverpool) to support the work of Liverpool Seafarers Centre to meet the spiritual and pastoral needs of all Seafarers for the foreseeable future. The Mission will continue to meet its liability of 40% of the operating cost to ensure its future on a secure footing. For operational reasons, the intention to extend its provision to the smaller ports on the NW coast did not materialise, however the Trustees are committed to develop this initiative, with discussions with other interested parties in each location to ensure this will become a reality. It remains the intention to develop a Hub at the Port of Garston, however due to management changes within the Port this has not materialised. The provision of welfare services at the Cruise Terminal was put on hold throughout the period as Cruise lines ceased operating. It is fully the intention to recommence this service provision when cruise vessels return to Liverpool. One vessel, identifying Liverpool as its home port, has a new schedule which commenced in January. Due to a covid-19 outbreak on board in February the vessel was berthed for a three week period, shore leave cancelled. During this period and since, sailings have recommenced with each call to Liverpool the crew have been fully supported, through the provision of Sim cards and the replenishment of snack items for the onboard shop. The shopping service will continue and the Centre will continue to act as a post box for those who make self purchases.

THE MERSEY MISSION TO SEAFARERS

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

FOR THE 15 MONTHS ENDED 31 MARCH 2021

Structure, governance and management

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The trustees, who are also the directors for the purpose of company law, and who served during the 15 months and up to the date of signature of the financial statements were:

Mrs P Brown

Mr T Dickinson

Mr J Mace

Rev'd R Evans

(Resigned 9 May 2022)

Mr G Rafferty

Mr P Parker

Rev'd Canon Dr C Pailing

Mr W Bowley

Mr D MacLeod

Recruitment and appointment of new Trustees

Trustees are drawn from the Merseyside Area and most are already familiar with the practical work of the centre when appointed. Any new trustee will be encouraged to attend short training sessions to familiarise themselves with the charity and the context in which it operates.

Management

Day-to-day operational management is under the control of the Chief Executive. The Chief Executive ensures that the Board is kept up to date with any changes in legislation, rules and regulations which may affect the Charity.

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

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

.....
Mr G Rafferty

Trustee

Dated: 31.5.2022



THE MERSEY MISSION TO SEAFARERS

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE MERSEY MISSION TO SEAFARERS

I report to the trustees on my examination of the financial statements of The Mersey Mission To Seafarers (the charity) for the 15 months 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

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.



Helen Furlong FCCA
McLintocks (NW) Limited

46 Hamilton Square
Birkenhead
Wirral
Merseyside
CH41 5AR

Dated: 21.5.22

THE MERSEY MISSION TO SEAFARERS

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE 15 MONTHS ENDED 31 MARCH 2021

Current financial year

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total 2021 £	Total 2019 £
Income and endowments from:						
Donations and legacies	3	135,624	940	-	136,564	13,659
Investments	4	56,356	-	-	56,356	57,404
Other income	5	70	-	-	70	112
Total income		192,050	940	-	192,990	71,175
Expenditure on:						
Raising funds	6	9,436	-	-	9,436	8,282
Charitable activities						
Provision of welfare services & support	7	202,850	-	-	202,850	131,585
Total charitable expenditure		202,850	-	-	202,850	131,585
Total expenditure		212,286	-	-	212,286	139,867
Net gains/(losses) on investments	12	(40,991)	-	57,553	16,562	146,837
Net movement in funds		(61,227)	940	57,553	(2,734)	78,145
Fund balances at 1 January 2020		489,359	7,021	1,022,826	1,519,206	1,441,061
Fund balances at 31 March 2021		428,132	7,961	1,080,379	1,516,472	1,519,206

The statement of financial activities includes all gains and losses recognised in the 15 months.

All income and expenditure derive from continuing activities.

THE MERSEY MISSION TO SEAFARERS

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)

FOR THE 15 MONTHS ENDED 31 MARCH 2021

Prior financial year

		Unrestricted funds 2019 £	Restricted funds 2019 £	Endowment funds 2019 £	Total 2019 £
	Notes				
<u>Income and endowments from:</u>					
Donations and legacies	3	10,444	3,215	-	13,659
Investments	4	57,404	-	-	57,404
Other income	5	112	-	-	112
Total income		67,960	3,215	-	71,175
<u>Expenditure on:</u>					
Raising funds	6	8,282	-	-	8,282
<u>Charitable activities</u>					
Provision of welfare services & support	7	130,135	1,450	-	131,585
Total charitable expenditure		130,135	1,450	-	131,585
Total expenditure		138,417	1,450	-	139,867
Net gains/(losses) on investments	12	52,470	-	94,367	146,837
Net movement in funds		(17,987)	1,765	94,367	78,145
Fund balances at 1 January 2019		507,346	5,256	928,459	1,441,061
Fund balances at 31 December 2019		489,359	7,021	1,022,826	1,519,206

THE MERSEY MISSION TO SEAFARERS

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	2019 £	£
Fixed assets					
Tangible assets	13		1		1
Investment properties	14		450,000		420,000
Investments	15		1,073,668		1,087,430
			<u>1,523,669</u>		<u>1,507,431</u>
Current assets					
Debtors	17	50,471		27,100	
Cash at bank and in hand		30,534		13,506	
		<u>81,005</u>		<u>40,606</u>	
Creditors: amounts falling due within one year	18	(88,202)		(28,831)	
Net current (liabilities)/assets			(7,197)		11,775
Total assets less current liabilities			<u>1,516,472</u>		<u>1,519,206</u>
Capital funds					
Endowment funds - general			1,080,379		1,022,826
Income funds					
Restricted funds	19		7,961		7,021
Unrestricted funds			428,132		489,359
			<u>1,516,472</u>		<u>1,519,206</u>

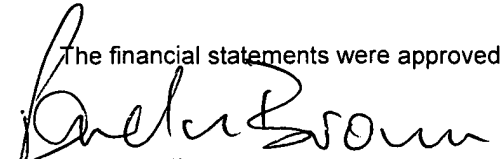
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the 15 months ended 31 March 2021.

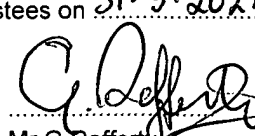
The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the 15 months 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 on 31-5-2022


 Mrs P Brown
 Trustee


 Mr G Rafferty
 Trustee

Company registration number 189439

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS

FOR THE 15 MONTHS ENDED 31 MARCH 2021

1 Accounting policies

Charity information

The Mersey Mission To Seafarers is a private company limited by guarantee incorporated in England and Wales. The registered office is Colonsay House, 20 Crosby Road South, Waterloo, Liverpool, Merseyside, L22 1RQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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 £.

The financial statements have been prepared under the historical cost convention, modified to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Since the year end it has been recognised that the Covid-19 Pandemic has not had an adverse financial impact on the charity and is not considered to do so in the near future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE 15 MONTHS ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Entitlement to the grant funding is subject to performance conditions. Income is recognised in the Statement of Financial Activities when the related services have been provided, income received in advance of those services being provided is deferred.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity, this is normally on notification of the interest paid or payable by the bank.

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio.

1.5 Resources expended

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. All expenses including support costs are allocated to the particular expenditure heading.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Charity.

The costs of generating funds consist of investment management costs.

The costs of charitable activities include grants made, governance costs and support costs.

1.6 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:

Fixtures and fittings	20% on cost
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE 15 MONTHS ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.9 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.11 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE 15 MONTHS ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021 £	2021 £	2021 £	2019 £	2019 £	2019 £
Donations and gifts	2,200	-	2,200	4,283	-	4,283
Legacies receivable	133,424	-	133,424	6,161	-	6,161
Shipwrecked Mariners Society	-	940	940	-	3,215	3,215
	<u>135,624</u>	<u>940</u>	<u>136,564</u>	<u>10,444</u>	<u>3,215</u>	<u>13,659</u>

4 Investments

	Unrestricted funds	Unrestricted funds
	2021 £	2019 £
Rental income	21,875	17,500
Income from listed investments	34,481	39,904
	<u>56,356</u>	<u>57,404</u>

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE 15 MONTHS ENDED 31 MARCH 2021

5 Other income

	Unrestricted funds	Unrestricted funds
	2021	2019
	£	£
Bank interest	70	112

6 Raising funds

	Unrestricted funds	Unrestricted funds
	2021	2019
	£	£
Investment management	9,436	8,282
	<u>9,436</u>	<u>8,282</u>

7 Charitable activities

	2021	2019
	£	£
Staff costs	16,830	-
Honoraria	1	2,250
Vehicle leasing	4,176	4,225
	<u>21,007</u>	<u>6,475</u>
Grant funding of activities (see note 8)	121,875	122,700
Share of support costs (see note 9)	155	160
Share of governance costs (see note 9)	59,813	2,250
	<u>202,850</u>	<u>131,585</u>

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE 15 MONTHS ENDED 31 MARCH 2021

8 Grants payable

	2021 £	2019 £
Grants to institutions: Liverpool Seafarers Centre	121,875	121,250
Grants to individuals	-	1,450
	<u>121,875</u>	<u>122,700</u>

9 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2019 £
Other costs	29	-	29	45	-	45
Bank charges	126	-	126	115	-	115
Independent examiner's fee	-	2,950	2,950	-	2,250	2,250
Legal and professional	-	56,863	56,863	-	-	-
	<u>155</u>	<u>59,813</u>	<u>59,968</u>	<u>160</u>	<u>2,250</u>	<u>2,410</u>
Analysed between Charitable activities	<u>155</u>	<u>59,813</u>	<u>59,968</u>	<u>160</u>	<u>2,250</u>	<u>2,410</u>

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the 15 months.

11 Employees

2021 Number	2019 Number
<u>1</u>	<u>-</u>

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE 15 MONTHS ENDED 31 MARCH 2021

11 Employees	(Continued)	
Employment costs	2021	2019
	£	£
Wages and salaries	16,830	-
	<u> </u>	<u> </u>

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

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE 15 MONTHS ENDED 31 MARCH 2021

12 Net gains/(losses) on investments

	Unrestricted funds	Endowment funds general	Total	Unrestricted funds	Endowment funds general	Total
	2021	2021	2021	2019	2019	2019
	£	£	£	£	£	£
Revaluation of investments	(24,992)	42,743	17,751	50,778	49,367	100,145
Gain/(loss) on sale of investments	(15,999)	(15,190)	(31,189)	1,692	-	1,692
Revaluation of investment properties	-	30,000	30,000	-	45,000	45,000
	<u>(40,991)</u>	<u>57,553</u>	<u>16,562</u>	<u>52,470</u>	<u>94,367</u>	<u>146,837</u>

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE 15 MONTHS ENDED 31 MARCH 2021

13 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 January 2020	50,000
At 31 March 2021	50,000
Depreciation and impairment	
At 1 January 2020	49,999
At 31 March 2021	49,999
Carrying amount	
At 31 March 2021	1
At 31 December 2019	1

14 Investment property

	2021 £
Fair value	
At 1 January 2020	420,000
Net gains or losses through fair value adjustments	30,000
At 31 March 2021	450,000

The freehold property was revalued at 30 April 2021 on an open market basis by Charles Parker Bennett, Chartered Surveyors, who are independent valuers and surveyors in the sum of £900,000 for the whole building. The property is owned equally by the "Mission" and The Apostleship of the Sea (Liverpool). Accordingly the value shown in the financial statements is £450,000.

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE 15 MONTHS ENDED 31 MARCH 2021

15 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2020	1,087,430
Additions	216,624
Valuation changes	(13,438)
Disposals	(216,948)
	<hr/>
At 31 March 2021	1,073,668
	<hr/>
Carrying amount	
At 31 March 2021	1,073,668
	<hr/> <hr/>
At 31 December 2019	1,087,430
	<hr/> <hr/>

Fixed asset investments revalued

The investments have been valued at market value by Tilney and COIF, who are authorised investment institutions, and the investments are held by their nominee company.

The historical cost of the listed investments was £1,051,810 (2019 £1,088,620).

16 Financial instruments	2021 £	2019 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	1,073,668	1,087,430
	<hr/> <hr/>	<hr/> <hr/>
17 Debtors		
Amounts falling due within one year:	2021 £	2019 £
Other debtors	50,471	2,100
Prepayments and accrued income	-	25,000
	<hr/>	<hr/>
	50,471	27,100
	<hr/> <hr/>	<hr/> <hr/>

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE 15 MONTHS ENDED 31 MARCH 2021

18 Creditors: amounts falling due within one year

	2021 £	2019 £
Other creditors	18,389	26,581
Accruals and deferred income	69,813	2,250
	<u>88,202</u>	<u>28,831</u>

19 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:

	Movement in funds			Movement in funds		
	Balance at 1 January 2019 £	Incoming resources £	Resources expended £	Balance at 1 January 2020 £	Incoming resources £	Balance at 31 March 2021 £
Shipwrecked Mariners Fund	5,256	3,215	(1,450)	7,021	940	7,961

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE 15 MONTHS ENDED 31 MARCH 2021

20 Analysis of net assets between funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total 2021 £
Fund balances at 31 March 2021 are represented by:				
Tangible assets	1	-	-	1
Investment properties	-	-	450,000	450,000
Investments	450,482	-	623,186	1,073,668
Current assets/(liabilities)	(22,351)	7,961	7,193	(7,197)
	<u>428,132</u>	<u>7,961</u>	<u>1,080,379</u>	<u>1,516,472</u>

	Unrestricted funds 2019 £	Restricted funds 2019 £	Endowment funds 2019 £	Total 2019 £
Fund balances at 31 December 2019 are represented by:				
Tangible assets	1	-	-	1
Investment properties	-	-	420,000	420,000
Investments	484,604	-	602,826	1,087,430
Current assets/(liabilities)	4,754	7,021	-	11,775
	<u>489,359</u>	<u>7,021</u>	<u>1,022,826</u>	<u>1,519,206</u>

THE MERSEY MISSION TO SEAFARERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE 15 MONTHS ENDED 31 MARCH 2021

21 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2019 £
Within one year	-	3,900
Between two and five years	-	5,254
	<u>-</u>	<u>9,154</u>

Operating lease commitments have been settled during the period.

22 Related party transactions

The 'Mission' together with the Apostleship of the Sea (Liverpool) a registered charity No: 224664 jointly own the premises of Colonsay House.

They have entered into an agreement to underwrite the costs equally of the Liverpool Seafarers Centre (Registered Charity: 1125539).

During the year the 'Mission' gave financial support amounting to £121,875 (2019 £121,250) with the Apostleship of the Sea (Liverpool) giving a larger contribution. Similarly, both bodies received income from Liverpool Seafarers Centre (LSC) of £21,875 each being the rent charged for the use of Colonsay House by LSC.

At 31 March 2021 £18,389 (2019:£26,581) was due to LSC from the 'Mission'.

23 Company limited by guarantee

The 'Mission' is a company limited by guarantee, registered in England and Wales. The Mission's registered number and registered office can be found on the information page of the Report of the Trustees. On a winding up each person who is a member at the date of winding up or who has ceased to be a member during the year prior to that date is liable to contribute a sum not exceeding £1 towards the assets of the company.