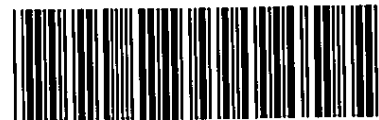


**Report of the Directors and
Financial Statements
for the Year Ended 5 April 2016
for
Malachi Specialist Family Support
Services C I C**

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COMPANIES HOUSE

**Malachi Specialist Family Support
Services C.I.C. (Registered number. 06996096)**

**Contents of the Financial Statements
for the Year Ended 5 April 2016**

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**Malachi Specialist Family Support
Services C I C**

**Company Information
for the Year Ended 5 April 2016**

DIRECTORS

J D Lee
L Evans
G Lee
E M Mitchell

REGISTERED OFFICE

Billesley Ark
725 Yardley Wood Road
Birmingham
West Midlands
B13 0PT

REGISTERED NUMBER.

06996096 (England and Wales)

AUDITORS

Locke Williams Associates LLP
Chartered Accountants
Registered Auditors
Blackthorn House
St Pauls Square
Birmingham
West Midlands
B3 1RL

**Malachi Specialist Family Support
Services C I C. (Registered number 06996096)**

**Report of the Directors
for the Year Ended 5 April 2016**

The directors present their report with the financial statements of the company for the year ended 5 April 2016

DIRECTORS

The directors shown below have held office during the whole of the period from 6 April 2015 to the date of this report

J D Lee
L Evans
G Lee
E M Mitchell

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

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

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Locke Williams Associates LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

ON BEHALF OF THE BOARD



E M Mitchell - Director

28 September 2016

Locke Williams Associates LLP
 Blackthorn House, St Pauls Square Birmingham B3 1RL
 T 0121 262 3980 F 0121 262 3981
 E info@lockewilliams.com W www.lockewilliams.com

Report of the Independent Auditors to the Members of Malachi Specialist Family Support Services C I C

We have audited the financial statements of Malachi Specialist Family Support Services C I C for the year ended 5 April 2016 on pages five to eleven. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the 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 company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors, including "APB Ethical Standard - Provisions Available for Small Entities (Revised)", in the circumstances set out in note thirteen to the financial statements.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

A FULL CIRCLE APPROACH TO YOUR BUSINESS NEEDS



**THE INSTITUTE
 OF CHARTERED
 ACCOUNTANTS**
 IN ENGLAND AND WALES

Registered number OC350146 Registered in England

Partners Christopher B Locke BA (Econ) FCA Katrina L Williams ACA CTA TEP

Locke Williams Associates LLP
 Blackthorn House, St Pauls Square Birmingham B3 1RL
 T 0121 262 3980 F 0121 262 3981
 E info@lockewilliams.com W www.lockewilliams.com

Report of the Independent Auditors to the Members of Malachi Specialist Family Support Services C I C

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 5 April 2016 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006


Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements

Matters on which we are required to report by exception

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 directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors


 Christopher B Locke (Senior Statutory Auditor)
 for and on behalf of Locke Williams Associates LLP
 Chartered Accountants
 Registered Auditors
 Blackthorn House
 St Pauls Square
 Birmingham
 West Midlands
 B3 1RL

28 September 2016



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**Malachi Specialist Family Support
Services C.I.C. (Registered number: 06996096)**

**Profit and Loss Account
for the Year Ended 5 April 2016**

	Notes	5 4 16 £	5 4 15 £
TURNOVER		1,216,791	1,265,842
Administrative expenses		<u>1,549,807</u>	<u>1,359,248</u>
		(333,016)	(93,406)
Other operating income	2	<u>400,591</u>	<u>127,722</u>
OPERATING PROFIT	4	67,575	34,316
Interest receivable and similar income		<u>515</u>	<u>67</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		68,090	34,383
Tax on profit on ordinary activities	5	<u>13,740</u>	<u>6,741</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>54,350</u></u>	<u><u>27,642</u></u>

The notes form part of these financial statements

**Malachi Specialist Family Support
Services C I C (Registered number 06996096)**

**Balance Sheet
5 April 2016**

	Notes	5.4.16 £	£	5 4 15 £	£
FIXED ASSETS					
Tangible assets	6		51,400		36,072
CURRENT ASSETS					
Debtors	7	28,326		125,494	
Cash at bank and in hand		<u>316,658</u>		<u>102,636</u>	
		344,984		228,130	
CREDITORS					
Amounts falling due within one year	8	<u>274,958</u>		<u>197,956</u>	
NET CURRENT ASSETS			<u>70,026</u>		<u>30,174</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			121,426		66,246
PROVISIONS FOR LIABILITIES	9		<u>8,044</u>		<u>7,214</u>
NET ASSETS			<u><u>113,382</u></u>		<u><u>59,032</u></u>
CAPITAL AND RESERVES					
Called up share capital	10		100		100
Profit and loss account	11		<u>113,282</u>		<u>58,932</u>
SHAREHOLDERS' FUNDS			<u><u>113,382</u></u>		<u><u>59,032</u></u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015)

The financial statements were approved by the Board of Directors on 28 September 2016 and were signed on its behalf by



E M Mitchell - Director

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 5 April 2016

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015)

Going concern

The financial statements are prepared on the basis of 'going concern' which assumes that the company will have sufficient income in the forthcoming year in order to meet its liabilities as they fall due

Turnover

Turnover represents net invoiced sales of services, excluding value added tax, except in respect of service contracts where turnover is recognised when the company obtains the right to consideration

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Plant and machinery - at varying rates on cost

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease

Grants

Grants receivable in respect of service activities are recognised as revenue in the profit and loss account so as to match them with the expenditure, towards which they are intended to contribute. To the extent that the grant is made as a contribution towards expenditure on a fixed asset, the grant receipt is treated as deferred income and released to the profit and loss account over the estimated useful life of the assets

**Malachi Specialist Family Support
Services C I C (Registered number 06996096)**

**Notes to the Financial Statements - continued
for the Year Ended 5 April 2016**

2 OTHER OPERATING INCOME

	5.4.16	5 4 15
	£	£
Sundry receipts	1,873	1,481
Grants	<u>398,718</u>	<u>126,241</u>
	<u>400,591</u>	<u>127,722</u>

Other operating income includes the following significant grants

	Received in the year £	Deferred £	Recognised as revenue £
Revenue grants			
BIG lottery fund - Reaching Communities	111,142	-	111,142
Birmingham City Council - Early Help Funding	266,000	(26,200)	239,800
Tamworth Borough Council - Emotional Wellbeing Service	46,667	(11,124)	35,543
Others	<u>2,953</u>	-	<u>2,953</u>
	<u>426,762</u>	<u>(37,324)</u>	<u>389,438</u>

	Brought forward £	Carried forward £	Recognised as revenue £
Capital grants			
SEIF Grant - Kitchen/IT Café equipment	<u>21,496</u>	<u>(12,216)</u>	<u>9,280</u>
	<u>21,496</u>	<u>(12,216)</u>	<u>9,280</u>

The above capital grant is being released over the estimated useful life of the assets purchased, £24,740 over five years and £12,996 over three years

3 STAFF COSTS

	5 4 16	5 4 15
	£	£
Wages and salaries	1,157,223	1,056,445
Social security costs	<u>100,155</u>	<u>77,092</u>
	<u>1,257,378</u>	<u>1,133,537</u>

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

	5.4.16	5 4 15
Full time	<u>63</u>	<u>57</u>

**Malachi Specialist Family Support
Services C I.C (Registered number 06996096)**

**Notes to the Financial Statements - continued
for the Year Ended 5 April 2016**

4 OPERATING PROFIT

The operating profit is stated after charging

	5.4 16	5 4 15
	£	£
Depreciation - owned assets	20,588	19,844
Auditors' remuneration	<u>3,050</u>	<u>2,564</u>
Directors' remuneration and other benefits etc	<u>152,883</u>	<u>138,471</u>

5 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

	5.4 16	5 4 15
	£	£
Current tax		
UK corporation tax	12,910	2,338
Deferred tax	<u>830</u>	<u>4,403</u>
Tax on profit on ordinary activities	<u>13,740</u>	<u>6,741</u>

6 TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 6 April 2015	-	31,537	5,016	44,301	80,854
Additions	<u>11,572</u>	<u>-</u>	<u>-</u>	<u>24,344</u>	<u>35,916</u>
At 5 April 2016	<u>11,572</u>	<u>31,537</u>	<u>5,016</u>	<u>68,645</u>	<u>116,770</u>
DEPRECIATION					
At 6 April 2015	-	11,538	3,344	29,900	44,782
Charge for year	<u>394</u>	<u>6,166</u>	<u>1,003</u>	<u>13,025</u>	<u>20,588</u>
At 5 April 2016	<u>394</u>	<u>17,704</u>	<u>4,347</u>	<u>42,925</u>	<u>65,370</u>
NET BOOK VALUE					
At 5 April 2016	<u>11,178</u>	<u>13,833</u>	<u>669</u>	<u>25,720</u>	<u>51,400</u>
At 5 April 2015	<u>-</u>	<u>19,999</u>	<u>1,672</u>	<u>14,401</u>	<u>36,072</u>

7 DEBTORS' AMOUNTS FALLING DUE WITHIN ONE YEAR

	5 4.16	5 4 15
	£	£
Trade debtors	18,526	115,257
Other debtors	<u>9,800</u>	<u>10,237</u>
	28,326	125,494

**Malachi Specialist Family Support
Services C I C (Registered number. 06996096)**

**Notes to the Financial Statements - continued
for the Year Ended 5 April 2016**

8 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	5 4 16	5 4 15
	£	£
Payments on account	126,759	80,077
Trade creditors	13,033	28,164
Taxation and social security	118,936	73,251
Other creditors	16,230	16,464
	<u>274,958</u>	<u>197,956</u>

9 PROVISIONS FOR LIABILITIES

	5.4 16	5 4 15
	£	£
Deferred tax	<u>8,044</u>	<u>7,214</u>

	Deferred tax £
Balance at 6 April 2015	7,214
Provided during year	<u>830</u>
Balance at 5 April 2016	<u>8,044</u>

10 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			5 4 16	5 4 15
Number	Class	Nominal value	£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

11 RESERVES

	Profit and loss account £
At 6 April 2015	58,932
Profit for the year	<u>54,350</u>
At 5 April 2016	<u>113,282</u>

**Malachi Specialist Family Support
Services C.I.C (Registered number: 06996096)**

**Notes to the Financial Statements - continued
for the Year Ended 5 April 2016**

12 RELATED PARTY DISCLOSURES

Malachi Community Trust (MCT) a registered charity

Has a 9% shareholding in the company

During the year the company received grants from MCT totalling £41,765 (2015 £126,678) to fund the family services work, in furtherance of the charitable activities of Malachi Community Trust

During the year the company was charged by MCT for office equipment usage and hire of £2,811 and recharged premises service and utility charges of £12,000 and IT costs of £252 (2015 £14,811 in total)

Also during this year the company was charged by MCT for services provided of £42,581 and recharged MCT for staff costs of £4,565

All of the above charges and recharges were settled in fully the year, except for £2,336 of the staff costs which was settled after the year

13 APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements

14 ULTIMATE CONTROLLING PARTY

The ultimate controlling party is G Lee

CIC 34**Community Interest Company Report**

For official use
(Please leave blank)

*Please
complete in
typescript, or
in bold black
capitals.*

**Company Name in
full**

MALACHI SPECIALIST FAMILY SUPPORT
SERVICES C I C

Company Number

06996096

Year Ending

5th April 2016

This template illustrates what the Regulator of Community Interest Companies considers to be best practice for completing a simplified community interest company report. All such reports must be delivered in accordance with section 34 of the Companies (Audit, Investigations and Community Enterprise) Act 2004 and contain the information required by Part 7 of the Community Interest Company Regulations 2005. For further guidance see chapter 8 of the Regulator's guidance notes and the alternate example provided for a more complex company with more detailed notes.

(N.B. A Filing Fee of £15 is payable on this document. Please enclose a cheque or postal order payable to Companies House)

PART 1 - GENERAL DESCRIPTION OF THE COMPANY'S ACTIVITIES AND IMPACT

In the space provided below, please insert a general account of the company's activities in the financial year to which the report relates, including a description of how they have benefited the community.

Malachi delivers early intervention to children in tiers 1 & 2 and preventative therapeutic work with children and clients in tiers 3 & 4. The function of the early intervention work is to provide children and young people with two strategies to cope with chaotic family circumstances (domestic conflict, step-parent adjustment etc.) and an opportunity to self-refer.

Malachi has delivered measurable benefits to schools, helping them to reduce time and cost expended on low level behaviour management by delivering improvements in behaviour, attendance and attainment. Impact and SRIO evidence is available.

The function of the preventative part of the service is to (1) prevent escalation and subsequent referral into high cost services and (2) to provide a therapeutic intervention designed to deal with underlying family issues (substance abuse, debt, worklessness etc.).

(If applicable, please just state "A social audit report covering these points is attached")

(Please continue on separate continuation sheet if necessary)

PART 2 – CONSULTATION WITH STAKEHOLDERS – Please indicate who the company's stakeholders are, how the stakeholders have been consulted and what action, if any, has the company taken in response to feedback from its consultations? If there has been no consultation, this should be made clear.

During this financial year Malachi have been liaising with a variety of stakeholders Malachi have met with customers, funders, clients etc Malachi's customer retention manager has met regularly with the customers (predominantly the relevant staff in schools/children's centres) to ensure they continue to be happy with the service and it is meeting the needs within their community (school/children's centre) This is captured using customer feedback forms Meetings have taken place with funders where necessary to explain to them about the work we are doing in the communities/areas which they are funding Liaison also takes place with funders through email and telephone communications Feedback on the service is also being collected from the clients who are taking part in the service They are asked to provide feedback on a six weekly basis on how they feel their support is working

(If applicable, please just state "A social audit report covering these points is attached")

PART 3 – DIRECTORS' REMUNERATION – if you have provided full details in your accounts you need not reproduce it here Please clearly identify the information within the accounts and confirm that, "There were no other transactions or arrangements in connection with the remuneration of directors, or compensation for director's loss of office, which require to be disclosed" (See example with full notes) If no remuneration was received you must state that "no remuneration was received" below

The aggregate amount of Directors' remuneration and other benefits etc included in the accounts was £152,883

The amount paid to the highest paid director was £42,683

PART 4 – TRANSFERS OF ASSETS OTHER THAN FOR FULL CONSIDERATION – Please insert full details of any transfers of assets other than for full consideration e.g. Donations to outside bodies If this does not apply you must state that "no transfer of assets other than for full consideration has been made" below


No transfer of assets other than for full consideration has been made

(Please continue on separate continuation sheet if necessary)

PART 5 – SIGNATORY

The original report must be signed by a director or secretary of the company

Signed



Date

12/09/16

Office held (delete as appropriate) Director/Secretary

You do not have to give any contact information in the box opposite but if you do, it will help the Registrar of Companies to contact you if there is a query on the form. The contact information that you give will be visible to searchers of the public record

LAURA EVANS		CEO
BILLESLEY ARK, 725 YARDE/WOOD ROAD		
BIRMINGHAM		
B13 0PT	Tel	0121 441 4556
DX Number	DX Exchange	

When you have completed and signed the form, please attach it to the accounts and send both forms by post to the Registrar of Companies at:

For companies registered in England and Wales: Companies House, Crown Way, Cardiff, CF14 3UZ
DX 33050 Cardiff

For companies registered in Scotland: Companies House, 4th Floor, Edinburgh Quay 2, 139
Fountainbridge, Edinburgh, EH3 9FF DX 235 Edinburgh or LP – 4 Edinburgh 2

For companies registered in Northern Ireland: Companies House, 2nd Floor, The Linenhall, 32-38
Linenhall Street, Belfast, BT2 8BG

The accounts and CIC34 **cannot** be filed online

(N.B. Please enclose a cheque for £15 payable to Companies House)