BROADWAY HOMELESSNESS AND SUPPORT

Report and Financial Statements
For the year ended
31 March 2018
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Legal and administrative information

Board of Trustees

Robert Napier, Chair
Sir Leigh Lewis, Vice-Chair
Tracy Allison (appointed 19 September 2017)
Rolande Anderson
Yvonne Arrowsmith (resigned 16 May 2018)
Alexandra Beidas
Daniel Corry
Tim Gadd
Ashwin Kumar (resigned 19 September 2017)
John Maxted
Otto Thoresen (resigned 31 October 2017)
Helen Walters
John Watts (appointed 25 July 2017)

Chief Executive Officer
Howard Sinclair

Secretary
Louise Wykes

Registered office
5th Floor
3 Thomas More Square
London
E1W 1YW

Auditor
RSM UK Audit LLP
Marlborough House
Victoria Road South
Chelmsford, CM1 1LN

Company number
01299109

Charity number
274403
The Trustees, who act as directors for the purposes of company law, present Broadway Homelessness and Support’s (“Broadway”) audited accounts for the year ended 31 March 2018. Broadway is a registered charity and a company limited by guarantee. The organisation is governed by its memorandum and articles of association and all work falls within its charitable objects; which, in turn, fall within the description of charitable purposes as set out in the Charities Act 2011.

Broadway is a charitable subsidiary of St Mungo Community Housing Association (“St Mungo’s”). From the beginning of July 2014 substantially all the operational activities of Broadway were transferred to St. Mungo’s.

Charitable objectives

Broadway’s principal objective is the relief of homelessness, through the provision of housing, support and advice. It shares this objective with St Mungo’s and achieves this through its support of St Mungo’s.

Public benefit

The Trustees ensure that the activities of the charity are consistent with its charitable objects and aims. In agreeing our annual plans, the Trustees take into account public benefit as set out in the Charity Commission’s general guidance on public benefit in relation to the prevention and relief of poverty, the advancement of education and health and the relief of those in need. The Trustees believe there is clear public benefit derived from the activities of the charity.

Activities undertaken to achieve public benefit

Broadway transferred its operating activities to St Mungo’s from July 2014 and these operating activities continue to be carried out by St Mungo’s.

Financial Review

During the year Broadway Homelessness and Support assigned the lease in connection with the old head office at Half Moon Court. Prior to the assignment of the lease the parent company agreed to cover the building costs of this property.

The Coming Year and Future Strategy

Broadway is part of the St Mungo’s group. The lease on Half Moon Court was assigned during the year and the company is now dormant.

Please refer to the Report and Accounts of St Mungo Community Housing Association for more information, these may be obtained from the Association’s website www.mungos.org

Reserves Policy

Broadway’s total unrestricted reserves stand at £3,664,683 (2017: £3,664,683).

As no costs are expected in the future, the trustees consider that the reserves are adequate to meet all the needs of the organisation.

Statement on risk

From July 2014, the risk review for Broadway Homelessness and Support has been performed by St Mungo’s as part of the group risk review. A risk management policy has been agreed which sets out how risks are identified, assessed and managed across the group. As the charity has no employees or operations, the Trustees are satisfied that policies and procedures covering the main areas of risk are in place and applied.

Social Responsibility

Broadway Homelessness and Support seeks to conduct its activities in a socially responsible way.
Statement of Trustees’ Responsibilities

The Trustees (who are also directors of Broadway Homelessness and Support for the purposes of company law) are responsible for preparing the Trustees’ Annual Report 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 these financial statements, the Trustees are required to:
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 that disclose with reasonable accuracy at any time the financial position of the charitable 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 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 auditor is 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 auditor is aware of that information.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company’s website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Board

The Board was responsible for all Broadway decisions and has a mirror board to that of St Mungo’s. Training for Board members is provided on appointment to ensure that governance responsibilities are clearly understood.

Senior Executives

Day to day running of the charity is delegated to the Chief Executive and Senior Management Team. None of the Senior Management Team is a Trustee of the charity.

Small companies exemption

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

Auditors

RSM UK Audit LLP were appointed as group auditors.

Approved by the board of trustees and signed on behalf of the board.

Sir Leigh Lewis  
Vice-Chair of St Mungo’s Broadway
Date: 24 July 2018
INDEPENDENT AUDITOR’S REPORT TO THE MEMBERS OF BROADWAY HOMELESSNESS AND SUPPORT

Opinion
We have audited the financial statements of Broadway Homelessness and Support (the ‘charitable company’) for the year ended 31 March 2018, 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, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:
- give a true and fair view of the state of the charitable company’s affairs as at 31 March 2018 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 Auditor’s 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 Trustees’ Report other than the financial statements and our auditor’s report thereon. Our opinion on the financial statements does not cover the other information and, 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 Trustees Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees’ Report have been prepared in accordance with applicable legal requirements.

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 Trustees’ Report.

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; or
- the Trustees 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.

Responsibilities of trustees
As explained more fully in the Statement of Trustees’ responsibilities set out on page 3 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.

Auditor’s 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 an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council’s website at http://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor’s report.

Use of our report
This report is made solely to the 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 auditor’s report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the 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.

Andrew Monteith (Senior Statutory Auditor)
For and on behalf of RSM UK AUDIT LLP, Statutory Auditor
Chartered Accountants
Marlborough House
Victoria Road South
Chelmsford, CM1 1 LN

Date: 19th September 2018.
BROADWAY HOMELESSNESS AND SUPPORT

Company number 01299109
Charity number 274403

STATEMENT OF FINANCIAL ACTIVITIES for the year ended 31 March 2018

<table>
<thead>
<tr>
<th>Notes</th>
<th>Total Unrestricted 2018 £</th>
<th>Total Unrestricted 2017 £</th>
</tr>
</thead>
<tbody>
<tr>
<td>Income</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Income from Charitable activities</td>
<td>2</td>
<td>53,024</td>
</tr>
<tr>
<td>Expenditure</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Expenditure on Charitable activities</td>
<td>4</td>
<td>53,024</td>
</tr>
<tr>
<td>Net (expenditure) / income</td>
<td></td>
<td>-</td>
</tr>
</tbody>
</table>

Reconciliation of funds:

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net movement in funds</td>
<td>-</td>
<td>(2,299)</td>
</tr>
<tr>
<td>Total funds brought forward</td>
<td>3,664,683</td>
<td>3,666,982</td>
</tr>
<tr>
<td>Total funds carried forward</td>
<td>3,664,683</td>
<td>3,664,683</td>
</tr>
</tbody>
</table>

The accompanying notes on pages 9 to 13 form part of these financial statements.
BROADWAY HOMELESSNESS AND SUPPORT

BALANCE SHEET as at 31 MARCH 2018

<table>
<thead>
<tr>
<th>Notes</th>
<th>2018 £</th>
<th>2017 £</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Debtors 6</td>
<td>3,664,683</td>
<td>3,669,131</td>
</tr>
<tr>
<td>Total current assets</td>
<td>3,664,683</td>
<td>3,669,131</td>
</tr>
<tr>
<td>Creditors: amounts falling due within one year 7</td>
<td>-</td>
<td>(4,448)</td>
</tr>
<tr>
<td>Net current assets</td>
<td>3,664,683</td>
<td>3,664,683</td>
</tr>
<tr>
<td>Total net assets</td>
<td>3,664,683</td>
<td>3,664,683</td>
</tr>
<tr>
<td>The funds of the charity:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unrestricted funds</td>
<td>3,664,683</td>
<td>3,664,683</td>
</tr>
</tbody>
</table>

The accompanying notes on pages 9 to 13 form part of these financial statements.

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

Approved by the Board, authorised for issue and signed on its behalf by:

Sir Leigh Lewis:

Date: 24 July 2018
CASH FLOW STATEMENT for the year ended 31 MARCH 2018

<table>
<thead>
<tr>
<th>Notes</th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash flow from investing activities</td>
<td>-</td>
<td>(508,010)</td>
</tr>
<tr>
<td>Transfer of funds matured to Parent</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net decrease in cash and cash equivalents</td>
<td>-</td>
<td>(508,010)</td>
</tr>
<tr>
<td>Cash and cash equivalents at beginning of year</td>
<td>-</td>
<td>508,010</td>
</tr>
<tr>
<td>Cash and cash equivalents at end of year</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>
1 Accounting policies

a. Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with UK Generally Accepted Accounting Practice (UK GAAP), Charities SORP (FRS 102) and the Companies Act 2006. There were no material departures from the standard.

The charity constitutes a public benefit entity as defined by FRS102 and is part of a public benefit entity group.

The financial statements have been prepared on a going concern basis. There are no material uncertainties that require disclosure.

b. Income

All assets and liabilities were transferred to St Mungo Community Housing association at book value on the 1 July 2014 with the exception of the lease on Half Moon Court which previously served as the head office of Broadway.

The lease was assigned during the year, prior to the assignation the “parent”, St Mungo Community Housing Association, undertook to accept liability for all costs relating to the lease.

c. Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred.

Charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

d. Fund accounting

The unrestricted reserves comprises those monies which may be used towards meeting the charitable objectives of the charity at the discretion of the Trustees.

e. Leased assets

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial activities on a straight-line basis throughout the period of the lease.
f. Taxation

Irrecoverable VAT is not separately analysed and is charged to the statement of financial activities when the expenditure to which it relates is incurred and is allocated as part of the expenditure to which it relates.

Broadway is a registered charity and is therefore not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

g. Management of liquid reserves

Since the transfer of services and staff to St Mungo's the liquid funds of Broadway have been made available to the parent company and managed on a group basis in line with St Mungo's investment policy.

h. Financial instruments

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

i. Financial estimates

There are no critical accounting estimates or judgements made in preparation of these financial statements.

2 Income:

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Charitable activities</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Rents &amp; Service Charges</td>
<td>53,024</td>
<td>136,634</td>
</tr>
</tbody>
</table>

3 Net (expenditure) / income

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net (expenditure) / income is stated after charging:</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Auditor’s remuneration</td>
<td>-</td>
<td>2,000</td>
</tr>
<tr>
<td>Operating lease charge</td>
<td>43,725</td>
<td>127,296</td>
</tr>
</tbody>
</table>

Audit fees are payable to RSM UK Audit LLP in respect of audit services. The audit fees for the year ended 31 March 2018 have been borne by the ultimate parent company.
4 Analysis of expenditure on charitable activities

<table>
<thead>
<tr>
<th></th>
<th>Governance costs</th>
<th>Direct activities</th>
<th>Total 2018</th>
<th>Governance costs</th>
<th>Direct Activities</th>
<th>Total 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Audit fees</td>
<td>-</td>
<td>-</td>
<td>2,000</td>
<td>-</td>
<td>-</td>
<td>2,000</td>
</tr>
<tr>
<td>Legal &amp; professional fees</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>299</td>
<td>299</td>
<td>299</td>
</tr>
<tr>
<td>Office costs - rent &amp; service charges</td>
<td>-</td>
<td>53,024</td>
<td>53,024</td>
<td>-</td>
<td>136,634</td>
<td>136,634</td>
</tr>
<tr>
<td>Depreciation</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total expenditure</td>
<td>-</td>
<td>53,024</td>
<td>53,024</td>
<td>2,000</td>
<td>136,933</td>
<td>138,933</td>
</tr>
</tbody>
</table>

5 Staff costs and Board of Trustees’ remuneration

No staff were employed by the charity during the year.

No member of the Board of Trustees received any remuneration in respect of their services as a member of the Board of Trustees (2017: £nil). Expenses of £nil were reimbursed (2017: £nil).

During the year no pension contributions were paid (2017 - £nil).

6 Debtors

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Due from parent company</td>
<td>3,664,683</td>
<td>3,669,131</td>
</tr>
</tbody>
</table>

The intercompany debt due from St Mungo Community Housing Association is a result of the transfer of resources to the parent company.

The intercompany debt is non interest bearing and not covered by any security from St Mungo Community Housing Association.
7 Creditors: amounts falling due within one year

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accruals</td>
<td></td>
<td>(4,448)</td>
</tr>
</tbody>
</table>

8 Financial commitments

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Land &amp; Buildings</td>
<td></td>
<td></td>
</tr>
<tr>
<td>£</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Within one year</td>
<td>-</td>
<td>127,296</td>
</tr>
<tr>
<td>Within two to five years</td>
<td>-</td>
<td>220,320</td>
</tr>
<tr>
<td></td>
<td></td>
<td>347,616</td>
</tr>
</tbody>
</table>

The lease has been assigned.

9 Related Party Transactions

All assets and liabilities were transferred to St Mungo Community Housing association at book value on the 1 July 2015 with the exception of the lease disclosed in note 8 above which has now been assigned.

10 Liability of members

The Charity is constituted as a company limited by guarantee. In the event of the Charity being wound up members are required to contribute an amount not exceeding £1.

At the end of the year there was one member (2017: one member)
11 Ultimate parent company

From 1 April 2014, St Mungo Community Housing Association became the immediate and ultimate parent company. St Mungo Community Housing Association is a company incorporated in England under the Companies Act 2006 registration number 08225808 and a registered charity number 1140985.

The Directors of the company are also Trustees of the parent company.

The Company’s accounts are included in the consolidated financial statements of St Mungo Community Housing Association.

The registered office of both companies is:
5th Floor
3 Thomas More Square
London
E1W 1YW

12 Reconciliation of net movement in funds for the year to net cash generated from / (used in operations)

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net movement in funds</td>
<td>4,448</td>
<td>(2,299)</td>
</tr>
<tr>
<td>Operating cash flows before movement in working capital</td>
<td>4,448</td>
<td>(2,299)</td>
</tr>
<tr>
<td>Increase in Debtors</td>
<td>-</td>
<td>(649)</td>
</tr>
<tr>
<td>Increase/(decrease) in Creditors</td>
<td>(4,448)</td>
<td>2,948</td>
</tr>
<tr>
<td>Cash used in operations</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>