

The Leapfrogs Trust

**Annual Report and Financial Statements
for the Year Ended 31 August 2020**

Charity registration number: 1039865

The Leapfrogs Trust

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The Leapfrogs Trust

Reference and Administrative Details

Chairman	Mrs K Shillingford
Trustees	Mrs P Sneddon (Resigned 18 January 2021) Ms E Bolt Mrs J Martin Ms S Turner Mrs D Richards (Appointed Trustee 1 September 2020)
Principal Office	Old Haywards Courtyard East Street Crediton EX17 3AU
Charity Registration Number	1039865
Independent Examiner	Stapletons Chartered Certified Accountants 4 Market Street Crediton Devon EX17 2AJ

The Leapfrogs Trust

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 August 2020.

Structure, governance and management

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments.

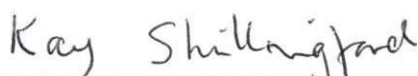
The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

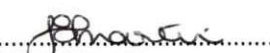
The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies. The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance. Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The annual report was approved by the trustees of the charity on 26 May 2021 and signed on its behalf by:


.....
Mrs K Shillingford
Chairman


.....
Mrs J Martin
Trustee

The Leapfrogs Trust

Statement of Trustee's Responsibilities

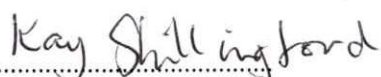
The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.


The law applicable to charities 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 charity and of the incoming resources and application of resources of the charity 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 judgements and estimates that are reasonable and prudent;
- state whether applicable 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 charity 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 charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 26 May 2021 and signed on its behalf by:


.....
Mrs K Shillingford
Chairman


.....
Mrs J Martin
Trustee

The Leapfrogs Trust

Independent Examiner's Report to the trustees of The Leapfrogs Trust

We report to the charity trustees on our examination of the accounts of the charity for the year ended 31 August 2020 which are set out on pages 5 to 12.

Respective responsibilities of trustees and examiner

As the charity's trustees of The Leapfrogs Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

We report in respect of our examination of the The Leapfrogs Trust's accounts carried out under section 145 of the 2011 Act and in carrying out our examination we have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since The Leapfrogs Trust's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. We confirm that we are qualified to undertake the examination because we are a member of Association of Chartered Certified Accountants, which is one of the listed bodies.

We have completed our examination. We confirm that no material matters have come to our attention in connection with the examination giving us cause to believe that in any material respect:

1. accounting records were not kept in respect of The Leapfrogs Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

We 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 accounts to be reached.



Stapletons
Chartered Certified Accountants
4 Market Street
Crediton
Devon
EX17 2AJ

Date: 26 May 2021

The Leapfrogs Trust

Statement of Financial Activities by fund for the Year Ended 31 August 2020

	Note	Total Unrestricted Funds 2020 £
Income and Endowments from:		
Trading activities		304,087
Other income		15,595
Total income		<u>319,682</u>
Expenditure on:		
Charitable expenditure		262,211
Administration expenditure		13,965
Total expenditure		<u>276,176</u>
Net income		<u>43,506</u>
Net movement in funds		43,506
Reconciliation of funds		
Total funds brought forward		<u>150,555</u>
Total funds carried forward	10	<u>194,061</u>

The Leapfrogs Trust
(Registration Number: 1039865)
Balance Sheet as at 31 August 2020

	Note	2020 £	2019 £
Fixed Assets			
Tangible assets	4	1,732	1,492
Current Assets			
Stocks	5	435	657
Debtors	6	4,090	5,156
Cash and cash equivalents	7	201,857	157,995
		<u>206,382</u>	<u>163,808</u>
Creditors: Amounts falling due within one year	8	<u>(11,053)</u>	<u>(11,745)</u>
Net current assets		<u>195,329</u>	<u>152,063</u>
Total assets less current liabilities		197,061	153,555
Creditors: Amounts falling due after more than one year	9	<u>(3,000)</u>	<u>(3,000)</u>
Net assets		<u>194,061</u>	<u>150,555</u>
Funds of the charity:			
Unrestricted funds	10	<u>194,061</u>	<u>150,555</u>
Total funds		<u>194,061</u>	<u>150,555</u>

The financial statements on pages 5 to 12 were approved by the trustees and authorised for issue on 26 May 2021 and signed on their behalf by:

Kay Shillingford

Mrs K Shillingford
Chairman

J Martin

Mrs J Martin
Trustee

The Leapfrogs Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

The Leapfrogs Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

The Leapfrogs Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £250.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Property improvements	4% straight line basis
Plant and equipment	25% reducing balance basis

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

The Leapfrogs Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously. Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

The Leapfrogs Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

2 Taxation

The charity is a registered charity and is therefore exempt from taxation.

3 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

4 Tangible fixed assets

Cost	Property improvements £	Plant & equipment £	Total £
At 1 September 2019	23,411	31,509	54,920
Additions	-	818	818
At 31 August 2020	23,411	32,327	55,738
Depreciation			
At 1 September 2019	23,411	30,017	53,428
Charge for the year	-	578	578
At 31 August 2020	23,411	30,595	54,006
Net book value			
At 31 August 2020	-	1,732	1,732
At 31 August 2019	-	1,492	1,492
5 Stock		2020 £	2019 £
Stock		435	657
6 Debtors		2020 £	2019 £
Trade debtors		1,941	3,691
Other debtors		652	-
Prepayments		1,497	1,465
		4,090	5,156

The Leapfrogs Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

7 Cash and cash equivalents	2020	2019
	£	£
Cash in hand	1,708	1,734
Cash at bank	200,149	156,261
	<u>201,857</u>	<u>157,995</u>

8 Creditors: amounts falling due within one year	2020	2019
	£	£
Accruals	480	480
Wages control account	10,573	11,265
	<u>11,053</u>	<u>11,745</u>

9 Creditors: amounts falling due after one year	2020	2019
	£	£
Other loans	<u>3,000</u>	<u>3,000</u>

10 Funds	Balance at 1 September 2019	Incoming resources	Resources expended	Balance at 31 August 2020
	£	£	£	£
Unrestricted funds				
General	<u>150,555</u>	<u>319,682</u>	<u>(276,176)</u>	<u>194,061</u>

11 Analysis of net assets between funds	Unrestricted funds	Total funds at 31 August 2020
	£	£
Tangible fixed assets	1,732	1,732
Current assets	206,382	206,382
Current liabilities	(11,053)	(11,053)
Creditors over 1 year	<u>(3,000)</u>	<u>(3,000)</u>
Total net assets	<u>194,061</u>	<u>194,061</u>

The Leapfrogs Trust

Detailed Statement of Financial Activities for the Year Ended 31 August 2020

	Total 2020 £	Total 2019 £
Trading activities		
Registration, attendance fees and similar income	78,886	99,793
Local authority grants received	225,201	187,698
	<u>304,087</u>	<u>287,491</u>
Other income		
Sales of sweatshirts	323	199
Trips and fundraising	4,018	1,666
Photograph commissions	22	101
Government grants received	11,232	-
	<u>15,595</u>	<u>1,966</u>
Charitable expenditure		
Wages and salaries	227,561	215,257
Employer's pension contributions	3,007	2,452
Advertising	810	1,151
Sweatshirts and T-shirts	135	534
Activities and trip expenses	-	1,599
Materials	1,569	3,519
Books and play equipment	572	664
Cleaning and medical supplies	3,897	3,305
Milk and groceries	6,513	7,841
Rent of premises	7,500	7,500
Utilities	4,035	5,048
Insurance	4,040	4,024
Subscriptions, training and periodicals	2,572	2,255
	<u>262,211</u>	<u>255,149</u>
Administration expenditure		
Telephone	454	866
Legal and accountancy fees	2,322	2,250
Repairs and renewals	7,450	14,486
Postage, stationery and office supplies	2,055	2,633
Staff uniforms	276	194
Bank charges and interest	252	355
Depreciation	578	1,131
Sundry expenses	578	957
	<u>13,965</u>	<u>22,872</u>