

The Leapfrogs Trust

**Annual Report and Financial Statements
for the Year Ended 31 August 2021**

Charity registration number: 1039865



Stapletons

chartered certified accountants

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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 (Resigned 1 April 2021)

Mrs D Richards

Ms N Faulkner (Appointed 1 April 2021)

Mrs P Saunders (Appointed 2 April 2021)

Municipal 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 2021.

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 12 May 2022 and signed on its behalf by:

.....
Mrs K Shillingford
Chairman

Kay Shillingford

.....
Mrs J Martin
Trustee

Julia Martin

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 12 May 2022 and signed on its behalf by:

Ms K Shillingford

Chairman

Kay Shillingford

Ms J Martin

Secretary

Julia Martin

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 2021 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 provisions 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:

the accounting records were not kept in respect of The Leapfrogs Trust as required by section 130 of the Act; or

the accounts do not accord with those records; or

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.

Chartered Certified Accountants
100 High Street

W20J

12 May 2022

The Leapfrogs Trust

Statement of Financial Activities by fund for the Year Ended 31 August 2021

	Note	Total Unrestricted Funds 2021 £
Income and Endowments from:		
Trading activities		291,594
Investment income		4,424
Total income		<u>296,018</u>
Expenditure on:		
Trading expenditure		303,828
Administration expenditure		14,056
Total expenditure		<u>317,884</u>
Decrease in funds		(21,866)
Reconciliation of funds		
Funds brought forward		<u>194,061</u>
Funds carried forward	10	<u>172,195</u>

The Leapfrogs Trust

(Registration Number: 1039865)
Balance Sheet as at 31 August 2021

	Note	2021 £	2020 £
Total Assets			
Intangible assets	4	1,299	1,732
Current Assets			
Stocks	5	890	435
Debtors	6	4,537	4,090
Cash and cash equivalents	7	183,295	201,857
		<u>188,722</u>	<u>206,382</u>
Liabilities: Amounts falling due within one year	8	<u>(14,826)</u>	<u>(11,053)</u>
Net current assets		<u>173,896</u>	<u>195,329</u>
Total assets less current liabilities		175,195	197,061
Liabilities: Amounts falling due after more than one year	9	<u>(3,000)</u>	<u>(3,000)</u>
Total assets		<u><u>172,195</u></u>	<u><u>194,061</u></u>
Funds of the charity:			
Restricted funds	10	<u>172,195</u>	<u>194,061</u>
Total funds		<u><u>172,195</u></u>	<u><u>194,061</u></u>

The financial statements on pages 5 to 12 were approved by the trustees and authorised for issue on 15 May 2022 and signed on their behalf by:

Kay Shillingford

Kay Shillingford

Julia Martin

The Leapfrogs Trust

Notes to the Financial Statements for the Year Ended 31 August 2021

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.

Exception 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

Charitable income including donations, gifts, legacies and grants that provide core funding or are of a permanent 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 received.

Expenditure

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 the costs.

The Leapfrogs Trust

Notes to the Financial Statements for the Year Ended 31 August 2021

Revenue grants

Revenue grants are recognised based on the accrual model and are measured at the fair value of the grant 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.

Charity

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 realised within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 46 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

Tangible 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 residual value, over their expected useful economic life as follows:

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

Stocks are valued at the lower of cost and estimated selling price less costs to complete and sell, after providing for obsolete and slow moving stocks. Cost is determined using the first-in, first-out method.

Receivables

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

Receivables 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.

Investments and cash equivalents

Investments 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 change in value.

The Leapfrogs Trust

Notes to the Financial Statements for the Year Ended 31 August 2021

Fund structure

Restricted 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

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 cash flows 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 2021

Taxation

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

Trustees remuneration and expenses

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

Tangible fixed assets

	Property improvements £	Plant & equipment £	Total £
On 1 September 2020	23,411	32,327	55,738
Additions	-	-	-
On 31 August 2021	23,411	32,327	55,738
Depreciation			
On 1 September 2020	23,411	30,595	54,006
Charge for the year	-	433	433
On 31 August 2021	23,411	31,028	54,439
Net book value			
On 31 August 2021	-	1,299	1,299
On 31 August 2020	-	1,732	1,732
Debtors		2021 £	2020 £
Debtors		890	435
Creditors		2021 £	2020 £
Trade debtors		2,904	1,941
Other debtors		-	652
Other debtors		1,633	1,497
Other debtors		4,537	4,090

The Leapfrogs Trust

Notes to the Financial Statements for the Year Ended 31 August 2021

	2021	2020
	£	£
Cash equivalents	1,579	1,708
	181,716	200,149
	<u>183,295</u>	<u>201,857</u>

	2021	2020
	£	£
Amounts falling due within one year	480	480
Bank account	14,346	10,573
	<u>14,826</u>	<u>11,053</u>

	2021	2020
	£	£
Amounts falling due after one year	3,000	3,000

	Balance at 1 September 2020	Incoming resources	Resources expended	Balance at 31 August 2021
	£	£	£	£
Total funds	<u>194,061</u>	<u>296,018</u>	<u>(317,884)</u>	<u>172,195</u>

	Unrestricted funds	Total funds at 31 August 2021
	£	£
Assets	1,299	1,299
	188,722	188,722
Liabilities	(14,826)	(14,826)
For 1 year	(3,000)	(3,000)
	<u>172,195</u>	<u>172,195</u>

The Leapfrogs Trust

Detailed Statement of Financial Activities for the Year Ended 31 August 2021

	Total 2021 £	Total 2020 £
Income		
Trading activities		
Donation, attendance fees and similar income	82,623	78,886
Charity grants received	208,971	225,201
	<u>291,594</u>	<u>304,087</u>
Other income		
Lease of sweatshirts	247	323
Local fundraising	575	4,018
Photograph commissions	155	22
Large grants received	1,500	-
Government grants received	1,947	11,232
	<u>4,424</u>	<u>15,595</u>
Expenditure		
Administrative expenditure		
Salaries	262,401	227,561
Employer's pension contributions	3,552	3,007
Travel	1,051	810
Uniforms and T-shirts	-	135
Travel and trip expenses	470	-
Lease	248	1,569
Local play equipment	6,733	572
Medical and medical supplies	5,304	3,897
Food and groceries	4,852	6,513
Stationery	7,500	7,500
Repairs	5,647	4,035
Insurance	4,554	4,040
Software, training and periodicals	1,516	2,572
	<u>303,828</u>	<u>262,211</u>
Investment expenditure		
Lease	1,167	454
Accountancy fees	2,934	2,322
Local renewals	6,114	7,450
Stationery and office supplies	2,094	2,055
Repairs	451	276
Lease and interest	162	252
Lease	433	578
Repairs	677	578
Lease	24	-
	<u>14,056</u>	<u>13,965</u>