

ISLINGTON PLAY ASSOCIATION
(Private Company Limited by Guarantee)

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

COMPANY REG NO. 3989283

CHARITY NO. 1086165

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Page 18 does not form part of the statutory accounts.

Trustees and directors

J E Deighton**
M K Kohli (Treasurer)**
R J Sinclair Taylor**
A Sethi**
J E Lowe**
R Stephens**
A Castro**
F Sullivan (Resigned 15/9/2020)

*** - Management committee members are also, for the purpose of the Companies Act 2006, company directors.*

Key management & personnel

A Grant- Chief Executive
W Jeeves-Services Director
B Ghebreyesus - Finance Director

Administration and registered office:

164 Mackenzie Road
London
N7 8SE

Charity registration no.:

1086165

Company registration no.:

03989283 (England & Wales)

Auditors:

Christopher Michael Limited
Chartered Certified Accountants & Statutory Auditors
26 Station Rd
New Barnet
Herts
EN5 1QW

Bankers:

COIF Charity Funds
Co operative Bank
Barclays Bank

Funding authorities:

LB of Islington

ISLINGTON PLAY ASSOCIATION
(Private Company Limited by Guarantee)
Directors' & Trustees' Report for the Year Ended 31 March 2021

The trustees are pleased to present their annual directors' report for the year ended 31 March 2021 which is also prepared to meet the requirements for a directors report and accounts for Companies Act purposes.

OBJECTIVES AND ACTIVITIES

Experience

Islington Play Association has been fighting for children's rights for well over 40 years. The organisation has always stayed close to its community activist roots, working closely with parents, carers and community members who want to ensure that the best possible environment is created for children and young people specifically here in this highly over crowded, over built urban area. From its start as a pressure group supporting local people to create adventure playgrounds and other play provision in the borough to its modern incarnation as a provider of services for young people and campaigner for the rights of the child, the charity has always had the playing child at the heart of all its work. Play is fundamentally important because it is here, in the space that children fill for themselves, that their intrinsic motivation, their own developmental aims and their personal experience of life can be explored, tested out and assimilated into their lives. For children living in challenging circumstances, be they social, physical, or material, play is the key way that resilience, self-confidence and independence can be increased. It is also through play that children learn to interact and coordinate with other people. Play is what happens when children are given the space to be themselves and explore their world, learning about what works and what does not in pursuit of their own intrinsic aims.

The problems we are trying to solve

Children and young people in Islington are living completely different lives from their parents and even from their older siblings. This is due to:

1. Technological changes, specifically social media,
2. An increase in fear of going out, whether that is of traffic, strangers or even other young people.
3. Worse health outcomes as a result of unhealthy lifestyles and stress.
4. Extreme pressure from school, leading to more stress.
5. Information overload.

The things that families tell us make a difference are:

1. Safe spaces to go that are free
2. Welcoming adults with children's best outcomes at heart
3. Interesting places which are exciting, distracting and involving
4. Friends, people to talk to, places to share experiences
5. Role models, inspiring people that talk about their lives

At IPA we feel that our focus on free adventure playgrounds and a welcoming open children's centre form the best services to provide the spaces that families are telling us that they want.

Organisational Aims

1. Run an organisation that is financially sustainable
2. Provide high quality, flexible and relevant services with a focus on those most in need
3. Maintain, develop and expand unique spaces for play
4. Create innovative projects for children and the community
5. Champion the importance of play

Fulfilling the mission in 2020-21

2020-2021 has been a massively challenging year for the whole world and definitely for the children and families of Islington. The pandemic has changed the environment and the landscape.

We have been very pleased to have had the benefit of a strong and stable trustee board and robust discussions allowing us to focus on our mission and aims and to make it possible for the organisation to respond to local need swiftly and flexibly including remaining open throughout the pandemic for key workers in the nursery and all young people at the playgrounds.

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The new contract for adventure play started in April 2020 as we went into lockdown so we were not able to welcome children in the numbers we had envisioned, we have followed outdoor playground guidance in order to remain open to as many children as possible which has allowed us to see a lot of the families that may not have been able to access us as an out of school service.

Immediate challenges included:

Significant and material loss of income from parental fees for the nursery and other income including rentals, hires and use of the playground sites.

Constantly changing regulations and guidance.

Reduced staff availability.

Increased anxiety in the community affecting children and young people.

The IPA worked closely with the local authority to support those families with children most impacted by the crisis. Including by attending Islington control board and Islington influencers meetings held weekly and monthly.

The nursery remained open for keyworkers and vulnerable families, but the adventure playgrounds have had to close on occasions.

The careful management of expenditure and the increased income from the expansion of the nursery means that we are in a strong position to be able to weather the storm as the real impact of the pandemic becomes clear.

We have increased our use of social media and have improved our online communications both with our beneficiary families and our stakeholders.

IPA has continued to work closely with the Children and Young People's Voluntary Sector Forum to support other organisations working directly. Our CEO is also Chair of Play England which ensures that we are fully engaged with the wider play community allowing us to share good practice and influence policy. There has been a focus on keeping play on the agenda and we have led the summer of play campaign for 2021 with articles in the Guardian and Telegraph quoting our CEO and raising the profile of play.

The capital estate now includes Paradise Park, Lumpy Hill, Crumbles, Martin Luther King, Timbuktu and Toffee Park. The building at Martin Luther King has been removed and will be replaced in 2021-22 with the budget already assured.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 (FRS102).

Structure, Governance and Management

Governing Document

Islington Play Association is a company limited by guarantee and is a registered charity. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

Recruitment & Appointment of Trustees

Appointment of directors/trustees is governed by the Memorandum & Articles of Association.

New Trustees undergo training on their legal obligations as under Charity Law, the decision making process, the business plan and recent performance of the charity.

ISLINGTON PLAY ASSOCIATION

(Private Company Limited by Guarantee)

Directors' & Trustees' Report for the Year Ended 31 March 2021

Organisational Structure

Islington Play Association (IPA) is managed by a board of directors. Directors also serve as trustees for the purpose of charity law. Recruitment of trustees is managed annually and is planned to fill gaps in knowledge as identified by the CEO and trustees. A recruitment process is followed which includes an application and interview. Directors are elected by members of the charitable company at an annual general meeting and officer positions confirmed annually. Additionally, the board may co-opt individuals to serve as directors but any person so appointed may retain office only until the next annual general meeting when they are entitled to stand for full election.

Induction processes and documents are in place and are carried out jointly by staff and existing trustees. The Directors meet a minimum of five times a year to review the affairs of the charitable company. A finance subgroup meets at least four times a year to review remuneration of personnel, annual budgets and financial management. Other sub-committees and working groups are formed and meet as required and currently consist of an HR subgroup and an Income generation subgroup.

Leadership: the organisation is led by a CEO who oversees all aspects of the services, provides strategic direction and advocates for the charity's mission and aims both internally and externally. The senior management team is made up from the CEO, Services Director, who is responsible for the quality of services including staff practice and a Finance Director who is responsible for the budgeting and management of the accounts.

Workforce: Senior managers are in place for each aspect of the services and at this time are made up of an Adventure Playground Manager and a Nursery Manager reflecting the two core contracts in place. Both roles include significant line management responsibility, oversight of the practical running of the services, planning, monitoring, evaluation and frontline engagement when necessary.

All staff have annual appraisals and supervision. IPA is committed to the London Living Wage and encourages applications from the local community. IPA recognises that excellent staff are absolutely fundamental to the delivery of the mission and is committed to using HR practices to support and manage staff issues in a timely and efficient way. IPA encourages applications from all communities and actively aims to recruit people reflective of the diverse population served. IPA is proud to be a local employer and signed up to the London Living wage.

Risk Management

All major risks to which the charity is exposed, as identified by the senior management team of the organisation and the trustees, are actively reviewed and systems and procedures are in place to manage those risks. IPAs risk register uses a system to quantify and rank specific risk items according to certain criteria such as financial implications for the organisation and is regularly reviewed at trustee meetings. All risks are then discussed and mitigation strategies developed by management and the trustees.

Related parties

None of the trustees receive remuneration or other benefit in their capacity as trustees of the charity. Any connection between a trustee of the charity and organisations providing services to the charity must be disclosed to the full board of trustees in the same way as any contractual relationship with a related party. In the current year no such related party transactions were reported.

Pay policy for senior staff

The board of directors, who are the Charity's trustees, and senior management team comprise the key management personnel of the charity in charge of directing, controlling, running and operating the charity on a day to day basis.

Financial review

Total income for the year amounted to £1,344,714 with total expenditure amounting to £1,340,803 leaving a surplus in the year of £3,911.

Accumulated reserves at the balance sheet date amounted to £238,489, of which £238,489 represent income reserves.

Principal funding sources

Principal funding sources in 2020/21 were Islington Council through two commissioned contracts fulfilled through five adventure playgrounds and a children's centre, fees from services e.g. childcare and from grants and trusts.

Investment powers and policy

The Memorandum & Articles of Association authorises the Trustees to make and hold investments using the general funds of the charity

ISLINGTON PLAY ASSOCIATION
(Private Company Limited by Guarantee)
Directors' & Trustees' Report for the Year Ended 31 March 2021
(Continued)

Reserves policy and going concern

The Trustees have established a reserves policy and review this at least annually. Within unrestricted funds, £95,000 (2020: £95,000) is held as a designated fund to cover closures costs up to 6 months in the event of the charity ceasing to operate. The remaining unrestricted funds of £143,489 (2020: £139,578) are used by the charity to fulfil a number of roles, including as operating capital and supporting the furtherance of the charity's objectives.

Fixed Assets

The movement in fixed assets are shown in note 14 of the financial statements

Plans for future periods

Funding for the year 2021/22 has been secured from L B Islington with total grants receivable for the year of £948,909 for the Charities' core activities and the aim of the Trustees is to further develop the children's centre, the provision of nursery education and outreach services in Islington and the surrounding areas.

Trustees responsibilities in relation to the financial statements

The charity trustees (who are also directors of the Company for the purposes of company law) are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

- select suitable accounting policies and 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.
- prepare financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping accounting records which 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 Companies Act 2006. They 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.

Directors and trustees

The trustees who are directors for the purpose of company law who have served during the year and up to the date of this report are set out on page 1.

Statement as to disclosure to our auditors

In so far as the trustees are aware at the time of approving our trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the company's auditor is unaware; and
- the trustees, having made enquiries of fellow directors and the company auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

By order of the board of trustees



J E Lowe

Trustee & Company Director

Date: 17-12-21

Opinion on financial statements

We have audited the financial statements of Islington play association Ltd for the year ended 31 March 2021 on pages 8 to 17. The financial reporting framework that has been applied in their preparation is applicable law, and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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.

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 2021, 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 the United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis of 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' annual 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.

Opinion on other matter 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 has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our 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 directors' report.

We have nothing to report in respect of the following matters in relation to which 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.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

In relation to fraud, the objectives of our audit are to identify and assess the risk of material misstatement of the financial statements due to fraud, to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud through designing and implementing appropriate responses and to respond appropriately to fraud or suspected fraud identified during the audit.

However, it is the primary responsibility of management, with oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
 - Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Michalis Michael, Senior Statutory Auditor
for and on behalf of Christopher Michael Ltd, Chartered Certified Accountants & Statutory Auditors
26 Station Road, New Barnet, Herts EN5 1QW

Date: 20 December 2021

ISLINGTON PLAY ASSOCIATION
(Private Company Limited by Guarantee)
Statement of financial activities
for the year ended 31 March 2021

	<u>Notes</u>	<u>Restricted Funds</u> £	<u>Unrestricted/ Designated Funds</u> £	<u>Total 2020/21</u> £	<u>As restated Total 2019/20</u> £
Income:					
Donations and restricted grants	3	1,171,333		1,171,333	1,155,359
<i>Income from Charitable activities:</i>					
Supporting play Activity	4	-	173,252	173,252	293,698
<i>Income from other charitable activities</i>					
Fundraising & other income	5	-	129	129	673
Total income		<u>1,171,333</u>	<u>173,381</u>	<u>1,344,714</u>	<u>1,449,730</u>
Expenditure					
<i>Expenditure on charitable activities:</i>					
Direct Charitable expenditure	6	1,171,333	163,770	1,335,103	1,418,090
Management and administration	7	-	5,700	5,700	4,800
Total expenditure		<u>1,171,333</u>	<u>169,470</u>	<u>1,340,803</u>	<u>1,422,890</u>
Net income/(expenditure) and net movements in funds before gains and losses on investments		-	3,911	3,911	26,840
Total funds brought forward		-	234,578	234,578	207,738
Total funds carried forward		<u>-</u>	<u>238,489</u>	<u>238,489</u>	<u>234,578</u>

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

ISLINGTON PLAY ASSOCIATION
(Private Company Limited by Guarantee)
BALANCE SHEET
AS AT 31 MARCH 2021

	<u>Notes</u>	<u>2020/21</u>		<u>As restated</u>	
		£	£	2019/20	£
Fixed Assets					
Tangible fixed assets	14		1,426		303
Total fixed assets			1,426		303
Current Assets					
Debtors	15	14,847		154,236	
Cash at bank and in hand		400,613		168,980	
Total current assets		415,460		323,216	
Creditors: amounts falling due					
within one year	16	(128,397)		(88,941)	
more than one year	17	(50,000)			
Net current assets			237,063		234,275
NET ASSETS			238,489		234,578
The funds of the Charity:					
Unrestricted/Designated income funds:	19		238,489		234,578
TOTAL CHARITY FUNDS			238,489		234,578

These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The notes at pages 11 to 17 form part of these accounts

Approved by the trustees on 17/12/21



J E Lowe
Trustee & Company Director



R Stephens
Trustee & Company Director

ISLINGTON PLAY ASSOCIATION
Statement of cash flows
For the year ended 31 March 2021

	2020/21	2019/20
	Total Funds £	Prior year Funds £
Cash flows from operating activities:		
Net cash provided by (used in) operating activities	233,102	(92,479)
Cash flows from investing activities		
Dividends, interest and rents from investments	129	-
Proceed from the sale of property, plant and equipment	-	-
Purchase of property, plant and equipment	(1,598)	-
Net cash provided by / (used in) investing activities	231,633	(92,479)
 Change in cash and cash equivalents in the reporting period	 231,633	 (92,479)
Cash and cash equivalents at the beginning of the reporting period	168,980	261,459
Cash and cash equivalents at the end of the reporting period	400,613	168,980
 Reconciliation of net movement in funds to net cash flow from operating activities		
Net movement in funds for the reporting period (as per the SOFA)	3,911	21,682
Adjustments for :		
Depreciation charges	475	101
Dividends, interest and rents from investments	(129)	-
(increase)/decrease in debtors	139,389	(119,086)
increase/(decrease) in creditors	89,456	4,824
Net cash provided by (used in) operating activities	233,102	(92,479)
 Analysis of cash and cash equivalents		
Cash in hand	400,613	168,980
Total cash and cash equivalents	400,613	168,980

Accounting policies

The principal accounting policies adopted, judgments and key sources of estimation uncertainty in the preparation of financial statements are as follows

Basis of Preparation

The Financial statements have been prepared in accordance with Accounting and Reporting of charities: SORP applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective date 1 January 2015) - Charities SORP (FRS 102), the financial reporting standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Islington Play Association meet the definition of Charity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy (notes).

Reconciliation with previous GAAP

In preparing the accounts the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102, the reinstatement of comparative item was required.

At the date of transition no other restatements were required.

Incoming resources

Income (including income from government and other grants) is recognised when the charity has entitlement to the funds, any performance conditions attached to the items of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Interest and investment income receivable

Interest on funds held on deposit and income from investments held is included when receivable and the amount can be measured reliably by the charity.

Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside for a specific purpose. Restricted funds are donations or grants which the donor has specified are to be solely used for a particular purpose or area of the IPA work or projects being undertaken by IPA.

Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following headings:

- cost of raising funds comprise the cost of commercial trading
- expenditure on charitable activities includes the cost of operating the nursery and outreach services
- management and administration includes support costs for those functions that assist the work of the charity

Irrecoverable VAT is charged as a cost against the activity for which the expenditure has been incurred.

Taxation

As a grant aided charity with charitable status the charity's activities do not create a charge to corporation tax.

Operating leases

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

Tangible fixed assets

Tangible fixed assets for use by the charity are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

- Fixtures & Fittings - 25% reducing balance

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of less than three months from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Financial instruments

IPA has only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. The charity does not acquire put options, derivatives or other complex financial instruments.

Pensions

IPA operates a pension scheme with the Peoples Pension.

ISLINGTON PLAY ASSOCIATION
(Private Company Limited by Guarantee)
Notes to the financial statements
for the year ended 31 March 2021

1 Legal status of the Charity

Islington Play Association is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

2 Financial performance of the charity

	2020/21	As restated 2019/20
	£	£
Income	<u>1,344,714</u>	<u>1,449,730</u>
Expenditure on charitable activities	1,334,489	1,415,589
Expenditure on management and administration	5,700	7,200
Depreciation	475	101
	<u>1,340,664</u>	<u>1,422,890</u>
Net income	4,050	26,840
Total funds brought forward	267,707	240,867
Total funds carried forward	<u>271,757</u>	<u>267,707</u>
Represented by:		
Unrestricted funds	<u>238,489</u>	<u>234,578</u>

3 Income from Donations and Grants

Grants receivable		
L B Islington - Core grant	999,362	983,150
Big lottery		9,860
1961 Charitable Trust	1,500	
Small fundings	30,609	63,741
International women's day	860	1,500
HMRC Furlough grants	137,202	
Others	1,300	9,513
Lord Mayors fund	500	

4 Income from charitable activities

	Activity		
Advancing education of children-	supporting play activity	<u>173,252</u>	<u>293,698</u>

ISLINGTON PLAY ASSOCIATION
(Private Company Limited by Guarantee)
Notes to the financial statements
for the year ended 31 March 2021

	2020/21 £	2019/20 £
5 Income from other charitable activities		
Fundraising	129	673
Interest receivable	129	673
	<u>129</u>	<u>673</u>
6 Analysis of expenditure on charitable activities		
Supporting Play activity Direct costs	1,335,103	1,415,690
Support costs		2,400
	<u>1,335,103</u>	<u>1,418,090</u>
7 Analysis of governance and support cost		
Supporting play activity	600	2,400
Audit and accountancy	5,100	4,800
Legal & professional		
Bank charges		
	<u>5,700</u>	<u>7,200</u>
8 Net income /(expenditure) for the year		
This is stated after charging:		
Depreciation -owned assets	475	101
Auditors remuneration for audit services	5,100	4,800
Auditors remuneration for other services		
	<u></u>	<u></u>
9 Analyses of staff costs, trustee remuneration and expenses, and the cost of key management personnel		
Wages and salaries	1,012,495	971,600
Employers national insurance	1,044	62,017
Employers Pension	759	27,859
Agency & seasonal staff	18,348	11,111
	<u>1,032,646</u>	<u>1,072,587</u>
 The average number of staff employed during the year were as follows:		
Direct charitable	35	34
Administration & support	6	6
	<u>41</u>	<u>40</u>
 The number of employees whose emoluments as defined for taxation purposes amounted to over £60,000 in the year were as follows:	<u>1</u>	<u>1</u>

10 Trustees' remuneration

The trustees were not paid or received any other benefits from the Charity during the year in their capacity as trustees.

11 Related party transactions

There were no related party transactions for the year ended 31 March 2021

12 Government Grants

Income from government grants comprises of grant funding made available by local authorities to fund the children centre and adventure playgrounds running cost of the Charity. See note 3 for more information and to the amount and sources of these grants.

13 Corporation Tax

The Charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

	Fixtures & Fittings £	Total £
14 Tangible fixed assets		
Cost:		
At 1 April 2020	7,933	7,933
Additions	1,598	1,598
At 31 March 2021	<u>9,531</u>	<u>9,531</u>
Depreciation		
At 1 April 2020	7,630	7,630
Charge in year	475	475
At 31 March 2021	<u>8,105</u>	<u>8,105</u>
Net book value		
At 31 March 2021	<u>1,426</u>	<u>1,426</u>
At 31 March 2020	<u>303</u>	<u>303</u>
15 Debtors		As restated
Amounts due within one year:	2020/21	2019/20
other debtors	10,906	149,918
fees debtors	3,941	4,318
	<u>14,847</u>	<u>154,236</u>
16 Creditors		As restated
Amounts falling due within one year:	2020/21	2019/20
Trade creditors	25,472	18,826
Fees creditors & deposits	38,851	32,289
Other creditors	26,769	16,678
Holiday pay accrual	32,205	11,635
Accrued expenses	5,100	9,513
Loans		
	<u>128,397</u>	<u>88,941</u>
17 Creditors		
Amounts falling due more than one year:		
Loans	50,000	
	<u>50,000</u>	

18 Deferred Income **2020/21** **2019/20**

Balance as at 1 April 2020
Amount released to income earned from charitable activities
Amount deferred in the year

Balance as at 31 March 2021

2020/21 **As restated
2019/20**

19 Analysis of charitable funds

£ **£**

Analysis of movement in unrestricted funds

Unrestricted - General reserve:

Balance at 1 April 2020	139,578	106,743
Movement in year	3,911	26,840
Inter-fund transfers		5,995
Balance at 31 March 2021	143,489	139,578

Designated - Reserve fund:

Balance at 1 April 2020	95,000	95,000
Movement in year		-
Balance at 31 March 2021	95,000	95,000

Restricted funds

Balance at 1 April 2020		5,995
Inter-fund transfers		(5,995)
Balance at 31 March 2021	-	-

Total	238,489	234,578
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20 Analysis between fund balances

	Unrestricted		
	General	Designated	Total
	£	£	£
Tangible fixed assets	1,426	-	1,426
Cash at bank and in hand	307,039	93,574	400,613
Other net current assets/ (liabilities)	(163,550)	-	(163,550)
	144,915	93,574	238,489

ISLINGTON PLAY ASSOCIATION
(Private Company Limited by Guarantee)
Notes to the financial statements
for the year ended 31 March 2021

21 Analysis of Restricted Funds

Funders name	Balance 1/4/20 £	Incoming Resources £	Resources Expended £	Balance at 31/3/21 £
L B Islington - Core grant		454,058	(454,058)	
L B Islington - children in need		8,333	(8,333)	
L B Islington - Adventure playground		536,971	(536,971)	
other income		1,300	(1,300)	
Small funding		30,609	(30,609)	
International womens day		860	(860)	
HMRC Furlough		137,202	(137,202)	
Lord Mayor fund		500	(500)	
1961 Charitable Trust		1,500	(1,500)	
	-	1,171,333	(1,171,333)	-

22 Post-balance sheet events

At the beginning of the Covid 19 pandemic, the wellbeing and safety of our staff and people stakeholders was the charity's first priority. Where possible individuals are working remotely from home and we are continuing to operate effectively whilst taking appropriate actions to limit the spread of the virus.

23 FRC 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.

24 Financial commitments

Total future minimum lease payments under operating leases:

	2020/21	2019/20
Within 1 year		
Within two to five years		

25 Prior Year adjustments

A prior year adjustment was required in the prior years to include the fees debtors and fees creditors and deposits which were omitted in prior years. The adjustment was required to include the fees debtors and fees creditors and deposit balances in the balance sheet and increase the Nursery fee income in the income & expenditure account by £5,158. The brought forward reserves for the year ended 31 March 2019 were also adjusted to incorporate the effect of including the fees debtors and fees creditors & deposits in that year.