

Charity registration number 1091549

Company registration number 04201603 (England and Wales)

FUN 4 KIDZ
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

FUN 4 KIDZ

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mrs M Cox - Treasurer Mr I K Crook Miss A Fell Mr J - Flynn Chair Mr D R G Hains - Vice Chair Mr L T Isaac Mrs M J Rogers Ms Clare Whiteside	(Appointed 21 June 2022)
Secretary	Mrs C Ross	
Charity number	1091549	
Company number	04201603	
Registered office	The L30 Centre Stonyfield Netherton Merseyside L30 0QS	
Independent examiner	Helen Furlong FCCA McLintocks (NW) Limited 46 Hamilton Square Birkenhead Wirral Merseyside CH41 5AR	
Bankers	National Westminster Bank plc 329 Stanley Road Bootle Liverpool L20 3EH	

FUN 4 KIDZ

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FUN 4 KIDZ

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their annual report and financial statements for the year ended 31 March 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 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 (FRS 102) (effective 1 January 2019)".

Objectives and activities

Fun 4 Kidz's mission is "A place where people enjoy being together"

Fun 4 Kidz aims to:

- provide the necessary facilities and opportunities for daily care, recreation and education of children and young people aged 0-16;
- advance the education and training of the persons in the provision of such care, education and recreational facilities and opportunities;
- to further or benefit the residents of the local community, without distinction of sex, sexual orientation, race or of political, religious or other opinions by associating together the said residents and the local authorities, voluntary and other organisations in a common effort to advance education and to provide facilities in the interests of social welfare for recreation leisure time occupation with the objective of improving the conditions of life for the residents.

In setting our objectives and planning our activities our trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee charging.

FUN 4 KIDZ

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Achievements and performance

Chairman's report 2021-22

At last, we seem to be coming to the end of the negative effects that Covid 19 have been having on the operations of Fun4Kidz. We have seen our business impacted severely by the full force of the Covid 19 pandemic which has had a traumatic effect on our whole Out of School operation and on the L30 Community Centre. All Out of School Settings were forced to close for extended periods and the L30 Community Centre had to change its whole mode of working to adjust to the day to day needs of the local community. The consequent loss of fee income left the whole organization in a precarious position and the Board had to make dramatic decisions in order to keep Fun4Kidz afloat.

With the help received from the government support schemes and, most importantly, from our supportive organisations, we have weathered the storm and have reopened the Out of School Settings. Attendances and fee incomes are building up towards pre-pandemic levels and the future is beginning to look bright again. We have some relief funding carrying through into next year, for which we are most grateful to the Steve Morgan Foundation, as it will support Fun4Kidz whilst our numbers continue to recover.

The pandemic did force us to shut down our Out of School provision but the L30 Community Centre was protected from its full effects because it was funded mainly through a grant from the National Lottery. The Centre was able to stay open and active and, indeed, the staff and volunteers rose to the challenges thrown upon them and worked tirelessly providing desperately needed services to the local community. Although the Covid19 Pandemic has eased somewhat it has been replaced with other pressing problems resulting from the escalating cost of living rises which are causing real hardship in our community. Once again the community has responded to these new challenges and has adjusted its services to meet the changing needs of the local community.

Looking forward to next year I feel confident that, with the financial support we are still receiving, and with the continuing goodwill from the staff, Fun4Kidz will come through this pandemic and grow stronger into the future. The same can be said for the L30 Community Centre thanks to the unstinting efforts put in by the staff and volunteers throughout this past year. Many lessons have been learned that will serve us well as we go forward and I would like to extend my personal thanks, and those of the Board of Trustees, to all of those involved, staff, volunteers, private and commercial donors, children, parents and guardians, who have all supported Fun4Kidz through thick and thin and helped bring us through these past two years.

Jim Flynn

FUN 4 KIDZ

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Chief Executives Report 2021-2022

This financial year started as we had just come out of another national lockdown and, whilst there were no further lockdown's, restrictions remained in place for the first half of the year and the organisation continued to be impacted by the COVID 19 pandemic.

The Directors continued to meet regularly to review the situation and ensure that timely decisions were made to secure the future of the organisation. From September the organisation was fully operational again; the out of school clubs were reopened without the restriction of "bubbles" and the community centre was able to fully welcome all groups and the community back.

Regular meetings and close monitoring continues and the organisation has worked hard to build reserves in order to give it longer-term stability post-Covid and post- Brexit, given increased general economic uncertainty.

Out of School Clubs

We started this year with the reopening of our out of school clubs, but still having the restriction of children being cared for in "bubbles". This was a totally different way for children and staff to enjoy their play environment, but all adapted tremendously and the staff should be highly commended for their hard work in ensuring that the children continued to have so much fun.

September saw the lifting of all restrictions and the children could once again enjoy being able to freely play with all of their friends in the clubs however, the organisation had to make the incredibly difficult decision to permanently close it's afterschool club at Netherton Park Neighbourhood Centre. This was a club that we had run for 22 years but as a result of the pandemic, and the increasing number of parents/carers working from home there was no longer a demand for this provision.

We have been able to continue to run 9 afterschool clubs, 3 breakfast clubs and 3 holiday clubs and as the months have passed the occupancy in the clubs has gradually increased and, as we look to the year ahead, we are optimistic that the number of children attending our provision will continue to increase and we will once again provide out of school childcare for over 900 children per week.

The clubs have been enabled to stay open, whilst occupancy has been low, and have been allowed the time for this to increase, thanks to the funding from the Steve Morgan Foundation. Without this support we may have had to make further difficult decisions to close more clubs and we will be forever thankful for this support which has greatly supported the organisation in its recovery from the pandemic.

These provisions have continued to enable parents/carers to work, access training or meet short break needs for families who are facing a time when additional external support is required, including those families on Children in Need or Child Protections plans. This has been further enhanced with funding support from the Holiday Activity Fund which has provided free places for children in receipt of benefit related free school meals. Over 100 children have been able to benefit from this offer across our 3 holiday club and this has enabled the organisation to reach our wider communities and provide all children with access to so many new experiences and fun.

More recently, the out of school clubs have also provided opportunities for young people, who were long term unemployed, to take part in the Government's Kickstart programme. With support from Sefton@Work, we have been able to host 5 of these posts and as the young people gain experience and skills within our clubs, it is hoped they will secure permanent employment with the childcare field at the end of their 6 month placement.

FUN 4 KIDZ

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

L30 Community Centre

Over the past 5 years the work of the community centre has shifted to an Asset Based Community Development (ABCD) approach

By focusing on what is strong, not what is wrong, we have continued to uncover assets in the area; people, places and organisations. Through convening rather than leading, local people recognise that they are the primary producers and contributors of the things that lead to increased well-being and health.

From April to August this year, this continued but outdoors and within the community. During the summer outdoor parties and community activities took place with the support of the Holiday Activity Fund and it was fantastic to see how these were planned and led by the community.

Once restrictions were completely lifted, we continued to see this grow. The L30 Community Centre is the focal point of the local community. A real place of welcome with over 400 people each week coming along to many different activities including social events, peer support groups, short courses, camera club, Knit & Natter, Scouts and family activities.

Community members have continued to be able to get to know each other more, now we are all back together, and new friendships have been formed, people have continued to reveal their gifts, discover what matters to them, connect with others and find ways together of contributing their gifts to community life. New associations have grown out of these connections and this is where we have really seen the magic happen.

An example of this is the community pantry which has been developed at the centre and is run by the community, for the community. A group of community members, who were connected by the community centre, all had a passion for helping those in their neighbourhood who were experiencing financial hardship, as they were facing similar circumstances themselves. Together they have formed a group and become organised to run a weekly community pantry that provides affordable food and generates income from donations from local supermarkets. This group is continuing to grow, as more people have accessed the pantry and have got involved in running it, and they have started to do so much more.

From more people becoming connected monthly afternoon teas are now held, with lots of entertainment and fun, bingos, family events and parties to name but a few, and last Christmas the area had its first Christmas sleigh in response to the local perception that the neighbourhood seemed to be left out of other Santa runs.

These are just some of the many examples that illustrate how, by continuing to be alongside community members, we have provided the space for them to get to know each other, share their ideas, and provide support wherever they feel it is needed. From this we have been able to develop our relationships across the community so they are trusting and authentic. We are seeing local people grow in confidence, skills and connections that are needed to be able to participate in and contribute to the life of their neighbours and the wider community.

The centre is also a place where people can come to for support and to talk through and discover their own solutions and the Creative Community Connector has provided that listening ear, over the phone and face to face, and over 30 people each week have been having conversations and putting their personal goals in place. This has provided immense support as more and more people have found that the pandemic has impacted on their mental well-being.

FUN 4 KIDZ

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

This year, more than ever, we have seen how much the L30 Community Centre matters to local people. Since the pandemic ended we are having to ticket activities due to demand. When we brought community members together to carry out some community research, with funding support from L30's Million, after family and friends, the centre was highlighted as having made the most difference during the pandemic and when Netherton Community Facebook page, an independent group run by the community, recently asked members to leave a positive comment about the area. Over 500 comments were received and the L30 Centre and its activities were mentioned most as a highly valued local asset.

We have continued to be overwhelmed by the kindness and generosity of individuals, businesses and local organisations who have donated items which have enabled us to ensure the community can support each other. These include the Liverpool FC Foundation, Boots, Allied Bakeries, Jacob's, Boots, local amateur football teams, Liverpool Heartbeat, Parfitts, Asda, Tesco's, and Co-Op. These donations have not only greatly supported the pantry, but have also supported the centre to fundraise so activities can continue to take place and grow.

Lottery funding for the centre ended in November and we are immensely grateful to L30's Million for providing a further 6 months funding to allow the centre to fulfil its role in the community, whilst the community research has been carried out so that a new application to the Lottery can be shaped by the community and submitted in the coming months.

Netherton really is a community that has been growing power from the inside out and we feel very honoured and privileged to continue to be alongside community members and excited to see what the next year brings as this continues to grow.

Thank you

I would like to finish by sincerely thanking all of the funders who have financially supported the organisation over the past 2 difficult years; The Steve Morgan Foundation, National Lottery, L30's Million, Living Well Sefton and Sefton MBC. At a time when the organisation has been unable to generate its own income, this support has ensured that Fun 4 Kidz and the L30 Community Centre has come through the pandemic and is in a position to continue to grow and develop.

Sincere thanks also to all staff, volunteers, children, parents/carers, Board members, our partner schools and outside agencies for their hard work and support over the past year. It is not only funding which has ensured our organisation is still here; it is your unwavering support that has got us through the most difficult days.

In recognition of this support, and us all pulling together, it is fantastic that we can end the year with a further 2 awards. Firstly the Steve Morgan Foundation runner up award for "organisation making the greatest local impact" and finally I was very honoured to receive a British Empire Medal (BEM) and so proud to accept this alongside everyone connected to Fun 4 Kidz and the L30 Centre, these are awards that we should all be very proud of and celebrate together. This has been another difficult year but we are here, we are strong and we can all look to the year ahead together.

Deborah Stephens (Chief Executive)

Financial review

Financial position

During the year income amounted to £757,984 (2021: £637,534) and expenditure £653,353 (2021: £584,900) leaving a surplus of £104,631 (2021: £52,634). There was an actuarial gain on the pension fund liability of £1,000 (2021 loss £3,000) also to be added to the reserves brought forward leaving total funds carried forward of £314,182 (2021 £208,551).

Bank and cash balances amounted to £314,513 (2021 £231,952).

FUN 4 KIDZ

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Reserves policy

The Board continues to explore ways of increasing both its short and long term funding in order to ensure the long term stability of the charity. Formal risk assessments are being undertaken but the Board believes that it is taking all reasonable steps to minimise any identified risks to the organisation.

The organisation has worked hard to build reserves in order to give it longer-term stability post-covid and post-brexite, given increased general economic uncertainty

Fun 4 Kidz sets out to hold a minimum of approximately 3 months running costs in a general reserve to cover unexpected eventualities. As at 31 March 2022 general free reserves held amounted to £210,652. This is total funds of £314,182 less restricted funds of £15,870, designated funds of £87,657 and fixed assets of £3. Fun 4 Kidz holds designated funds to cover potential staff redundancy costs which is reviewed annually, at 31 March 2022 this amounted to £69,764 and a further designated fund to cover the L30 Centre long term maintenance costs amounting to £17,893. The charity currently meets this requirement.

Going concern

After making appropriate enquiries, the board of trustees has a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Statement of Accounting Policies.

The Directors are responsible for identifying, assessing and managing risks. Risks are identified, assessed and controls established throughout the year. Risk is managed under the headings of financial sustainability, health and safety and safeguarding.

The main risks that the Directors have identified and the plans to manage those risks are:

- Financial sustainability. Our ability to continue is reliant on childcare fees and the ability to pay bills as they fall due. This risk is managed by the CEO and Directors (including the finance committee) regularly meeting and monitoring budgets. We also hold reserves (see reserves policy) and are able to utilise these if necessary.
- Safeguarding. The organisation and its employees are fully aware of safeguarding procedures guidance. We have a safeguarding policy in place which is regularly reviewed by the Directors and the CEO and all employees understand their roles and responsibilities which also meet all Ofsted requirements.

Through the risk management process established for the organisation, the Directors are satisfied that the major risk identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

FUN 4 KIDZ

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Structure, governance and management

The charity is known as Fun 4 Kidz, and is constituted as a Company Limited by Guarantee and not having a share capital. The company is registered in England and Wales, No. 4201603. The principal governing document is the company Memorandum and Articles of Association. The charity was registered with the Charity Commissioners on 5 April 2002, No. 1091549.

The Board of Trustees make all decisions regarding policies, procedures and strategic development. Day to day management and decision making is made by the Chief Executive, Deborah Stephens, in consultation with all involved at Fun 4 Kidz.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mrs M Cox - Treasurer

Mr I K Crook

Miss A Fell

Mr J - Flynn Chair

Mr D R G Hains - Vice Chair

Mr L T Isaac

Mrs M J Rogers

Ms Clare Whiteside

(Appointed 21 June 2022)

Parents/carers and agencies are provided with information prior to the AGM regarding the roles and responsibilities of being a Trustee of Fun 4 Kidz. A meeting with interested parties is then held to provide further information and answer questions. If a person would like to become a Trustee they can be appointed at the AGM by 2 people nominating them and votes being counted by an independent teller who is nominated at the AGM and is someone with no responsibility within the organisation.


There is a Board of Trustees induction pack in place which sets out the procedure to be followed when inducting new Trustees.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

Key management remuneration

The trustees consider the board of trustees and the chief executive as comprising the key management personnel of the charity in charge of directing and controlling the charity and operating the charity on a day to day basis. Except as disclosed in note 19 all trustees give of their time freely and no trustee remuneration or expenses were paid in the year.

The trustees' report was approved by the Board of Trustees.


Mrs M Cox - Treasurer
Trustees
Dated: 15/11/2022


Mr J - Flynn Chair
Trustees
Dated: 15/11/2022

FUN 4 KIDZ

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF FUN 4 KIDZ

I report to the trustees on my examination of the financial statements of Fun 4 Kidz (the charity) for the year ended 31 March 2022.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ACCA, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I 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 financial statements to be reached.



Helen Furlong FCCA
McLintocks (NW) Limited

46 Hamilton Square
Birkenhead
Wirral
Merseyside
CH41 5AR

Dated: 17.11.22

FUN 4 KIDZ

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:							
Donations and legacies	3	29,430	17,993	47,423	179,618	-	179,618
Charitable activities	4	596,214	114,320	710,534	243,820	214,022	457,842
Investments	5	27	-	27	74	-	74
Total income		625,671	132,313	757,984	423,512	214,022	637,534
Expenditure on:							
Charitable activities	6	515,015	138,338	653,353	376,430	208,470	584,900
Net income/(expenditure) for the year/ Net incoming/(outgoing) resources		110,656	(6,025)	104,631	47,082	5,552	52,634
Other recognised gains and losses							
Actuarial gain/(loss) on defined benefit pension schemes		1,000	-	1,000	(3,000)	-	(3,000)
Net movement in funds		111,656	(6,025)	105,631	44,082	5,552	49,634
Fund balances at 1 April 2021		186,656	21,895	208,551	142,574	16,343	158,917
Fund balances at 31 March 2022		298,312	15,870	314,182	186,656	21,895	208,551

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

FUN 4 KIDZ

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	10		3		3
Current assets					
Debtors	11	75,385		44,452	
Cash at bank and in hand		314,513		231,952	
		<u>389,898</u>		<u>276,404</u>	
Creditors: amounts falling due within one year	12	<u>(59,719)</u>		<u>(50,856)</u>	
Net current assets			330,179		225,548
Total assets less current liabilities			330,182		225,551
Provisions for liabilities			(16,000)		(17,000)
Net assets			<u>314,182</u>		<u>208,551</u>
Income funds					
Restricted funds	18		15,870		21,895
<u>Unrestricted funds</u>					
Designated funds	16	87,657		84,081	
General unrestricted funds		<u>210,655</u>		<u>102,575</u>	
			<u>298,312</u>		<u>186,656</u>
			<u>314,182</u>		<u>208,551</u>


The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2022.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 15.11.22


.....
Mrs M Cox - Treasurer
Trustee


.....
Mr A Flynn Chair
Trustee

Company Registration No. 04201603

FUN 4 KIDZ

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	21		82,534		58,288
Investing activities					
Interest received		27		74	
Net cash generated from investing activities			27		74
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			82,561		58,362
Cash and cash equivalents at beginning of year			231,952		159,590
Cash and cash equivalents at end of year			314,513		231,952

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Fun 4 Kidz is a private company limited by guarantee incorporated in England and Wales. The registered office is The L30 Centre, Stonyfield, Netherton, Merseyside, L30 0QS.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.4 Incoming resources

Income from donations and grants, including capital grants, is included in incoming resources when these are receivable, except as follows:

When donors specify that donations and grants given to the charity must be used in future accounting periods, the income is deferred until those periods.

When donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred and not included in incoming resources until the preconditions for use have been met.

When donors specify that donations and grants, including capital grants, are for particular restricted purposes, which do not amount to preconditions regarding entitlement, this income is included in incoming resources of restricted funds when receivable.

Voluntary income includes discretionary grants for projects, goods and services where no service agreement or contract exists.

Other grants, which have particular service requirements and which are provided in accordance with a contract or service level agreement are included in the Statement of Financial Activities under the heading Incoming Resources from Charitable Activities.

Afterschool, breakfast club and holiday club fees are recognised in the Statement of Financial Activities when the fees are receivable.

Interest is included when receivable by the charity.

Other income is included when received by the charity.

1.5 Resources expended

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

All costs are allocated between the activity categories of the Statement of Financial Activities (SOFA) on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

Premises overheads have been allocated on a floor area basis and other overheads have been allocated on the basis of the head count.

Staff costs are apportioned between activities on the basis of an assessment of the time spent by individual employees on those activities.

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	20% on cost
Computers	25% on cost
Motor vehicles	20% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.8 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.9 Provisions

Provisions are recognised when the charity has a legal or constructive present obligation as a result of a past event, it is probable that the charity will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in net income/(expenditure) in the period in which it arises.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

Certain employees are members of Merseyside Pension Scheme, which is a multi-employer scheme where the assets are held separately from those of the charity in separate trustee administered funds. The amounts charged to operating deficits are the current service costs of that scheme together with the employer contributions and are included as part of staff costs.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds
	2022	2022	2022	2021
	£	£	£	£
Donations and gifts	1,090	-	1,090	4,407
Government grants	28,340	17,993	46,333	175,211
	<u>29,430</u>	<u>17,993</u>	<u>47,423</u>	<u>179,618</u>

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

4 Charitable activities

	Afterschool clubs 2022 £	Breakfast clubs 2022 £	Holiday & activity clubs 2022 £	Community centre 2022 £	Total 2022 £	Total 2021 £
Fees receivable	453,988	67,999	48,811	25,416	596,214	243,820
Grants	-	-	49,020	65,300	114,320	214,022
	<u>453,988</u>	<u>67,999</u>	<u>97,831</u>	<u>90,716</u>	<u>710,534</u>	<u>457,842</u>
Analysis by fund						
Unrestricted funds	453,988	67,999	48,811	25,416	596,214	243,820
Restricted funds	-	-	49,020	65,300	114,320	214,022
	<u>453,988</u>	<u>67,999</u>	<u>97,831</u>	<u>90,716</u>	<u>710,534</u>	<u>457,842</u>

For the year ended 31 March 2021

	Afterschool clubs £	Breakfast clubs £	Holiday & activity clubs £	Community centre £	Total 2021 £
Fees receivable	174,446	27,557	28,563	13,254	243,820
Grants	57,000	-	-	157,022	214,022
	<u>231,446</u>	<u>27,557</u>	<u>28,563</u>	<u>170,276</u>	<u>457,842</u>
Analysis by fund					
Unrestricted funds	174,446	27,557	28,563	13,254	243,820
Restricted funds	57,000	-	-	157,022	214,022
	<u>231,446</u>	<u>27,557</u>	<u>28,563</u>	<u>170,276</u>	<u>457,842</u>

5 Investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Interest receivable	<u>27</u>	<u>74</u>

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

6 Charitable activities

	Afterschool clubs 2022 £	Breakfast clubs 2022 £	Holiday & activities 2022 £	Community centre 2022 £	Total 2022 £	Total 2021 £
Staff costs	342,489	52,885	71,823	75,680	542,877	482,778
Direct costs	29,450	3,647	6,751	26,660	66,508	48,281
Premises costs	87	-	-	8,116	8,203	12,459
Overhead costs	8,268	1,020	984	6,596	16,868	23,479
	<u>380,294</u>	<u>57,552</u>	<u>79,558</u>	<u>117,052</u>	<u>634,456</u>	<u>566,997</u>
Share of support costs (see note 7)	7,645	943	910	6,099	15,597	15,023
Share of governance costs (see note 7)	1,617	199	193	1,291	3,300	2,880
	<u>389,556</u>	<u>58,694</u>	<u>80,661</u>	<u>124,442</u>	<u>653,353</u>	<u>584,900</u>
Analysis by fund						
Unrestricted funds	389,556	58,694	38,121	28,644	515,015	376,430
Restricted funds	-	-	42,540	95,798	138,338	208,470
	<u>389,556</u>	<u>58,694</u>	<u>80,661</u>	<u>124,442</u>	<u>653,353</u>	<u>584,900</u>

For the year ended 31 March 2021

	Afterschool clubs £	Breakfast clubs £	Holiday & activities £	Community centre £	Total 2021 £
Staff costs	196,430	34,869	43,394	208,085	482,778
Direct costs	29,148	2,360	2,211	14,562	48,281
Premises costs	4,395	-	-	8,064	12,459
Overhead costs	11,508	1,420	1,370	9,181	23,479
	<u>241,481</u>	<u>38,649</u>	<u>46,975</u>	<u>239,892</u>	<u>566,997</u>
Share of support costs (see note 7)	7,364	908	877	5,874	15,023
Share of governance costs (see note 7)	1,412	174	168	1,126	2,880
	<u>250,257</u>	<u>39,731</u>	<u>48,020</u>	<u>246,892</u>	<u>584,900</u>
Analysis by fund					
Unrestricted funds	193,257	39,731	48,020	95,422	376,430
Restricted funds	57,000	-	-	151,470	208,470
	<u>250,257</u>	<u>39,731</u>	<u>48,020</u>	<u>246,892</u>	<u>584,900</u>

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

7 Support costs

	Support costs	Governance costs	2022 Support costs	Governance costs	2021
	£	£	£	£	£
Payroll fees	1,980	-	1,980	2,814	2,814
Professional fees	6,559	-	6,559	5,799	5,799
Affiliation fees	4,713	-	4,713	4,316	4,316
Bank charges	2,345	-	2,345	2,094	2,094
Independent examiners fees	-	3,300	3,300	-	2,880
	<u>15,597</u>	<u>3,300</u>	<u>18,897</u>	<u>15,023</u>	<u>17,903</u>
Analysed between Charitable activities	<u>15,597</u>	<u>3,300</u>	<u>18,897</u>	<u>15,023</u>	<u>17,903</u>

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits, including reimbursed expenses, from the charity during the current or previous year, other than as disclosed as related party transactions in note 19.

9 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Childcare	39	40
Community Centre	4	4
Administration	4	4
Total	<u>47</u>	<u>48</u>

Employment costs

	2022 £	2021 £
Wages and salaries	516,714	461,019
Social security costs	16,712	12,780
Other pension costs	9,451	8,979
	<u>542,877</u>	<u>482,778</u>

Remuneration to key management personnel amounted to £50,508 (2021 £49,409)

There were no employees whose annual remuneration was more than £60,000.

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

10 Tangible fixed assets

	Fixtures and fittings	Computers	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 April 2021	7,166	32,684	30,811	70,661
At 31 March 2022	7,166	32,684	30,811	70,661
Depreciation and impairment				
At 1 April 2021	7,165	32,683	30,810	70,658
At 31 March 2022	7,165	32,683	30,810	70,658
Carrying amount				
At 31 March 2022	1	1	1	3
At 31 March 2021	1	1	1	3

11 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	75,385	35,054
Other debtors	-	9,398
	<u>75,385</u>	<u>44,452</u>

12 Creditors: amounts falling due within one year

	Notes	2022	2021
		£	£
Deferred income	14	14,092	7,058
Other creditors		37,406	35,367
Accruals and deferred income		8,221	8,431
		<u>59,719</u>	<u>50,856</u>

14 Provisions for liabilities

	2022	2021
	£	£
Pension scheme	<u>16,000</u>	<u>17,000</u>

Movements on provisions:

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

14 Provisions for liabilities	2022	(Continued) 2021
		Pension scheme £
At 1 April 2021		14,000
Additional provisions in the year		3,000
At 31 March 2022		<u>16,000</u>
14 Deferred income	2022 £	2021 £
Arising from grants	<u>14,092</u>	<u>7,058</u>
Deferred income is included in the financial statements as follows:		
	2022 £	2021 £
Balance at 01 April 2020	7,058	13,621
Amounts received in year	34,073	77,701
Amounts credited to statement of financial activities	<u>(27,039)</u>	<u>(80,151)</u>
Balance at 31 March 2021	<u>14,092</u>	<u>7,058</u>

15 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £9,451 (2021 - £8,979).

Defined benefit schemes

The charity employees belong to two principal pension schemes: The Local Government Pension Scheme (LGPS) for 1 member of staff, which is managed by Merseyside Pension Fund. This is multi-employer defined benefit schemes. The other pension scheme is Nest which is a defined contribution scheme.

The pension costs are assessed in accordance with the advice of independent qualified actuaries. The latest actuarial valuation of the LGPS related to the period ended 31 March 2019.

Valuation

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contributions are as noted below. The agreed contribution rates for future years are 23.2% for employers and 5.5% for employees.

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

15 Retirement benefit schemes

(Continued)

Key assumptions

	2022	2021
	%	%
Discount rate	2.8	2.1
Expected rate of increase of pensions in payment	3.5	2.8
Expected rate of salary increases	4.9	4.2

Mortality assumptions

The assumed life expectations on retirement at age 65 are:

	2022	2021
	Years	Years
Retiring today		
- Males	20.9	21
- Females	24	24.1
Retiring in 20 years		
- Males	22.4	22.6
- Females	25.9	26

Amounts taken to other comprehensive income:

	2022	2021
	£	£
Actuarial changes related to obligations	(3,000)	(3,000)

The amounts included in the balance sheet arising from the charity's obligations in respect of defined benefit plans are as follows:

	2022	2021
	£	£
Present value of defined benefit obligations	58,000	56,000
Fair value of plan assets	(42,000)	(39,000)
Deficit in scheme	16,000	17,000

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

15 Retirement benefit schemes

(Continued)

Movements in the present value of defined benefit obligations:

	2022 £
Liabilities at 1 April 2021	56,000
Current service cost	3,000
Benefits paid	(3,000)
Interest cost	2,000
At 31 March 2022	<u>58,000</u>

Movements in the fair value of plan assets:

	2022 £
Fair value of assets at 1 April 2021	39,000
Interest income	1,000
Return on plan assets (excluding amounts included in net interest)	3,000
Benefits paid	(3,000)
Contributions by scheme members	2,000
At 31 March 2022	<u>42,000</u>

The fair value of plan assets at the reporting period end was as follows:

	2022 £	2021 £
Equity instruments	21,000	15,000
Debt instruments	5,000	5,000
Property	4,000	3,000
Other	12,000	8,000
	<u>42,000</u>	<u>31,000</u>

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

16 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 April 2020 £	Transfers £	Balance at 1 April 2021 £	Transfers £	Balance at 31 March 2022 £
Cessation contingency	64,189	1,999	66,188	3,576	69,764
L30 Centre maintenance	17,893	-	17,893	-	17,893
	<u>82,082</u>	<u>1,999</u>	<u>84,081</u>	<u>3,576</u>	<u>87,657</u>

17 Analysis of net assets between funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Fund balances at 31 March 2022 are represented by:						
Tangible assets	3	-	3	3	-	3
Current assets/(liabilities)	314,309	15,870	330,179	203,653	21,895	225,548
Provisions	(16,000)	-	(16,000)	(17,000)	-	(17,000)
	<u>298,312</u>	<u>15,870</u>	<u>314,182</u>	<u>186,656</u>	<u>21,895</u>	<u>208,551</u>

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2020 £	Movement in funds		Balance at 1 April 2021 £	Movement in funds		Balance at 31 March 2022 £
		Incoming resources £	Resources expended £		Incoming resources £	Resources expended £	
Sefton MBC L30 Centre	-	7,000	(7,000)	-	7,000	(7,000)	-
Sefton Kickstart Scheme	-	-	-	-	17,993	(17,993)	-
Living Well Sefton	-	-	-	-	3,200	(1,069)	2,131
National Lottery Community Fund	16,343	52,631	(47,994)	20,980	17,645	(38,625)	-
Steve Morgan Foundation	-	45,147	(45,147)	-	18,750	(14,750)	4,000
DCMS	-	50,000	(50,000)	-	-	-	-
Big Lottery Covid Response Grant	-	43,044	(43,044)	-	-	-	-
L30 Millions Emergency support grant	-	5,000	(5,000)	-	-	-	-
L30 Millions Covid Emergency response grant	-	4,000	(4,000)	-	-	-	-
L30 Millions Exercise on the Streets grant	-	4,000	(3,910)	90	-	(90)	-
L30's Million Community Researchers Area Committee grant	-	2,000	(1,424)	576	15,005	(13,531)	2,050
Sefton MBC Holiday Activity Fund	-	1,200	(951)	249	-	-	249
	-	-	-	-	52,720	(45,280)	7,440
	<u>16,343</u>	<u>214,022</u>	<u>(208,470)</u>	<u>21,895</u>	<u>132,313</u>	<u>(138,338)</u>	<u>15,870</u>

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18 Restricted funds

(Continued)

- Sefton MBC L30 Centre – funding to support the running costs of the L30 Community Centre.
- Kickstart Scheme – Government funded work programmes, administered by Sefton@Work, to provide 6 months employment for unemployed 16-24 years olds in receipt of Universal Credit, to enable them to develop skills and knowledge within the out of school clubs.
- Living Well Sefton – funding to support activities that bring the community together to build relationships, connections and reduce isolation.
- National Lottery Community Fund – funding for resources and staffing to follow the principles of Asset Based Community Development (ABCD) to build on the assets found in the community and enable community members, associations and organisations to come together to realise, develop and share their strengths, gifts and talents to make things happen in the Netherton area.
- Steve Morgan Foundation – funding to support the out of school clubs and organisation to recover from the pandemic. Funding was also awarded as the organisation was runner up in their annual awards event.
- L30's Million Community Researchers – funding to bring a group of community members together to be alongside them as they carried out research across Netherton to ascertain what mattered to people most during the pandemic, what could be better in the area and what they would like to see happen locally in the future.
- Area Community Grant – underspend from grant awarded to support local people during the pandemic.
- Sefton MBC Holiday Activity Fund (HAF) – funding to provide free places for children on benefit related free school meals within the holiday clubs and funding for the L30 Community Centre to host events, provide activity packs and lunches during the school holidays.

19 Related party transactions

Transactions with related parties

During the year, the Trustee Angela Fell was paid £1,000 (2021 nil) for hosting community sessions to guide and support community researchers.

20 Analysis of changes in net funds

The charity had no debt during the year.

FUN 4 KIDZ

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 MARCH 2022**

21	Cash generated from operations	2022 £	2021 £
	Surplus for the year	104,631	52,634
	Adjustments for:		
	Investment income recognised in statement of financial activities	(27)	(74)
	Movements in working capital:		
	(Increase) in debtors	(30,933)	(12,772)
	Increase in creditors	1,829	36,613
	Increase/(decrease) in provisions	(1,000)	3,000
	Increase/(decrease) in deferred income	7,034	(4,113)
	Cash generated from operations	<u><u>81,534</u></u>	<u><u>75,288</u></u>

