

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 2023**

# **FUN 4 KIDZ**

## **LEGAL AND ADMINISTRATIVE INFORMATION**

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

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# **FUN 4 KIDZ**

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# **FUN 4 KIDZ**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)**

### **FOR THE YEAR ENDED 31 MARCH 2023**

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The trustees present their annual report and financial statements for the year ended 31 March 2023.

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 2023**

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#### **Achievements and performance**

##### **Chairman's report 2022-23**

The last twelve months have seen some significant changes at Fun4Kidz and it should be a source of great pride that our organisation finally seems to have emerged from the restrictions placed on it by the pandemic in a position of even greater confidence and strength.

The past year was, of course, the year that we said a fond farewell to Jim Flynn who retired from his position as Chairman of Board of Directors after 24 years of selfless and highly distinguished service.

Under Jim's guidance the organisation has grown and evolved into the multi-faceted and thriving force that gives so much to the communities that it serves. Jim's vision was always underpinned by the values and ethos that saw Fun4Kidz emerge 25 years ago. Those who have had the pleasure of knowing Jim and to serve on the board with him will appreciate that he is an impossible act to follow.

On behalf all who have had an association with Fun4Kidz in the last 25 years, we offer Jim our deep gratitude and wish him and Anne many healthy and happy years to reflect on his achievements.

I know I speak for Ian Crook when I say that our new respective roles as vice chairman and chairman are ones that we are honoured to hold and that we will strive to follow Jim's lead in supporting Debbie Stephens and her team in all aspects and settings of the organisation.

The out of school clubs have reached hitherto unseen levels of uptake with the numbers at Famborough Road rising to over 100 Ofsted registered places. The need to increase our capacity is evident at other schools and, as always, Fun4Kidz has risen to the challenge.

A degree of financial security has been achieved due to Debbie's ceaseless and excellent bid writing. National Lottery funding is secured for a further four years to help our organisation work alongside and connect the community. The generosity of Cadent who are so enamoured with everything that is done at the L30 Community Centre is an added bonus that will undoubtedly enhance the support on offer in the community.

Furthermore, the relatively unusual experience of finishing the year with a surplus means that any increase in fees etc. can be kept to a minimum. At a time when families are suffering financial hardship against the backdrop of the huge hike in the cost of living, this can only be a positive.

As I write, plans to mark the 25th anniversary of Fun4Kidz are well advanced. I hope that all those whose lives have been touched by the organisation in the last quarter of a century will find a moment to reflect on their good fortune to have had some involvement with such a force for good in the L30 community and beyond.

Daniel R. G. Hains - Chair of the Board of Directors

## **FUN 4 KIDZ**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

#### **FOR THE YEAR ENDED 31 MARCH 2023**

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##### **Chief Executives Report 2022-2023**

During this financial year the organisation has continued to recover from the pandemic. The occupancy of the out of school clubs has steadily increased, and we ended the year with the number of children attending close to what they were before Covid 19. The number of community members visiting the L30 Community Centre has continued to significantly increase and morning, noon and night, we are now seeing community members coming together to make things happen.

The regular meeting of Directors, and the close monitoring that has taken place, has ensured that the organisation now has longer-term stability. For the second financial year running, we finish the year with a surplus. This has enabled the organisation to minimise the increase in fee costs to parents/carers and hirers of the community centre, (despite the ever-increasing costs of running the organisation), to provide support during the current cost of living crisis.

This year saw a significant change within the management of the organisation as the Chair, James Flynn, retired after 24 years leading the organisation. James was instrumental in setting up Fun 4 Kidz and sincere thanks go to James for his many years of voluntary support and his commitment and dedication which has greatly contributed to the success and development of the organisation. James will be greatly missed by everyone but we are very fortunate that the vice-chair, Dan Hains, has now taken on this role to continue to guide the organisation in its future development.

##### **Out of School Clubs**

We have continued to run 9 afterschool clubs, 3 breakfast clubs and 3 holiday clubs and the occupancy in the clubs has continued to gradually increase. As we finish the year we are once again providing out of school childcare for over 900 children per week.

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 Protection 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 during the Easter and Summer holiday periods. This has enabled the organisation to reach our wider communities and provide all children with access to so many new experiences and fun.

The Government's Kickstart programme came to an end this year and we were so pleased to be able to offer 3 young people, who had started their career in childcare on this programme, permanent employment within the organisation.

This year we have had Ofsted inspections have taken place at our settings in Ainsdale, Churchtown and the L30 Centre. All 3 inspections were positive, all requirements were met and Ofsted inspectors reported that "staff have created a charming provision that is fully inclusive of all children's needs, supporting their safety and well-being. They ensure children have access to a range of activities that support them to practise skills and contribute to their overall progress in a fun way".

## **FUN 4 KIDZ**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

**FOR THE YEAR ENDED 31 MARCH 2023**

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#### **L30 Community Centre**

We have continued to work in an Asset Based Community Development way and, by focusing on what is strong, not what is wrong, we have continued to uncover assets in the area; people, places and organisations and have provided the space for community members to come together, to connect and share their gifts, skills and talents and act on what matters to them most.

The L30 Community Centre is a place of welcome for local community members and people coming along to the centre have continued to increase, with over 500 people per week coming along to take part in activities and play an active role in the place where they live.

Activities include social events, peer support groups, short courses, camera club, Knit & Natter, Scouts, Morris Dancing, exercise, day trips and family activities, to name but a few.

Whilst there are lots of positives about what we have seen happen this year, we have also been alongside local people who are experiencing financial hardship due to the significant increase in the cost of living. As with the pandemic, community members have responded to support each other and alongside community members continuing to run a pantry, to provide affordable food and household goods, 9 community members undertook Food Hygiene training and have established a Cosy Comfort Club. This is a warm space where people can come along to enjoy a hot meal, activities and friendship. Funding was provided from Sefton Council, via Sefton CVS, to establish this during the winter months, but this will now continue during summer months as it has become such a valuable social space for everyone to enjoy.

These are just some of the many examples that illustrate how, by continuing to be alongside community members, space is provided for connections and relationships to grow and we have seen local people grow in the confidence, skills and connections that are needed to be able to participate in and contribute to community life. It was being able to demonstrate this impact that resulted in the National Lottery Reaching Communities Fund awarding a further 4 years funding this year. We are so grateful for this support as it will allow us to continue on this journey with Netherton community, with the long-term vision being that Netherton is a powerful and healthy neighbourhood that is connected and flourishing and keeping hold of its wealth.

So much of what happens at the centre would not be possible without the kindness and generosity of individuals, businesses and local organisations who have donated items to enable the community to support each other. These include the Liverpool FC Foundation, Boots, Allied Bakeries, Jacob's, Boots, Liverpool Heartbeat, Asda, Tesco's, and Co-Op. These donations have not only greatly supported the pantry, but have also supported to the centre to fundraise so activities can continue to take place and grow.

We feel very honoured and privileged to continue to be alongside community members and each day we see new friendships made, relationships deepen and new things start to happen locally. Netherton is a community that is growing power from within.

#### **Thank you**

I would like to finish by sincerely thanking all of the funders who have financially supported the organisation this year; The Steve Morgan Foundation, National Lottery, L30's Million, Sefton CVS and Sefton MBC, and we look forward to their continued support in the year ahead which will enable the organisation 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 your unwavering support that has made this year a successful year.

After such uncertain times, the organisation has gone from strength to strength this year and we know look forward to 2023-2024 when we celebrate 25 years of Fun 4 Kidz providing out of school childcare.

Deborah Stephens (Chief Executive)

# **FUN 4 KIDZ**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)** **FOR THE YEAR ENDED 31 MARCH 2023**

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### **Financial review**

#### **Financial position**

During the year income amounted to £825,374 (2022: £757,984) and expenditure £765,062 (2022: £653,353) leaving a surplus of £60,312 (2022: £104,631). There was an actuarial gain on the pension fund liability of £16,000 (2021: £1,000) also to be added to the reserves brought forward leaving total funds carried forward of £390,494 (2022: £314,182).

Bank and cash balances amounted to £408,344 (2022: £314,513).

#### **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-brexit, 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 2023 general free reserves held amounted to £276,724. This is total funds of £390,494 less restricted funds of £1,450, designated funds of £112,317 and fixed assets of £3. Fun 4 Kidz holds designated funds to cover potential staff redundancy costs which is reviewed annually, at 31 March 2023 this amounted to £82,317 and a further designated fund to cover the L30 Centre long term maintenance costs amounting to £30,000. 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 2023

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#### 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 - Vice Chair

Miss A Fell

Mr J - Flynn

(Resigned 15 November 2022)

Mr D R G Hains - 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. 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: 14 November 2023



Mr D R G Hains - Chair

Trustees

Dated: 14 November 2023

# FUN 4 KIDZ

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

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I report to the trustees on my examination of the financial statements of Fun 4 Kidz (the charity) for the year ended 31 March 2023.

### 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.

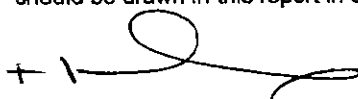
### Independent examiner's statement

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: 20.11.2023

# FUN 4 KIDZ

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Notes							
<b>Income from:</b>							
Donations and legacies	3	3,002	20,415	23,417	29,430	17,993	47,423
Charitable activities	4	695,669	104,560	800,229	596,214	114,320	710,534
Investments	5	1,728	-	1,728	27	-	27
<b>Total income</b>		<b>700,399</b>	<b>124,975</b>	<b>825,374</b>	<b>625,671</b>	<b>132,313</b>	<b>757,984</b>
Charitable activities	6	625,667	139,395	765,062	515,015	138,338	653,353
<b>Net income/(expenditure)</b>		<b>74,732</b>	<b>(14,420)</b>	<b>60,312</b>	<b>110,656</b>	<b>(6,025)</b>	<b>104,631</b>
<b>Other recognised gains and losses:</b>							
Actuarial gains on defined benefit pension schemes		16,000	-	16,000	1,000	-	1,000
<b>Net movement in funds</b>		<b>90,732</b>	<b>(14,420)</b>	<b>76,312</b>	<b>111,656</b>	<b>(6,025)</b>	<b>105,631</b>
<b>Reconciliation of funds:</b>							
Fund balances at 1 April 2022		298,312	15,870	314,182	186,656	21,895	208,551
<b>Fund balances at 31 March 2023</b>		<b>389,044</b>	<b>1,450</b>	<b>390,494</b>	<b>298,312</b>	<b>15,870</b>	<b>314,182</b>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

# FUN 4 KIDZ

## BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
<b>Fixed assets</b>					
Tangible assets	10		3		3
<b>Current assets</b>					
Debtors	11	13,655		75,385	
Cash at bank and in hand		408,344		314,513	
		421,999		389,898	
<b>Creditors: amounts falling due within one year</b>	12	(31,508)		(59,719)	
<b>Net current assets</b>			390,491		330,179
<b>Total assets less current liabilities</b>			390,494		330,182
<b>Provisions for liabilities</b>			-		(16,000)
<b>Net assets</b>			390,494		314,182
<b>Income funds</b>					
Restricted funds	18		1,450		15,870
<b>Unrestricted funds</b>					
Designated funds	16	112,317		87,657	
General unrestricted funds		276,727		210,655	
			389,044		298,312
			390,494		314,182

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 2023.

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 14 November 2023

Mrs M Cox - Treasurer  
Trustee

Mr D R G Hains - Chair  
Trustee

Company Registration No. 04201603

## FUN 4 KIDZ

### STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
<b>Cash flows from operating activities</b>					
Cash generated from operations	21		76,103		82,534
<b>Investing activities</b>					
Interest received		1,728		27	
<b>Net cash generated from investing activities</b>			1,728		27
<b>Net cash used in financing activities</b>			-		-
<b>Net increase in cash and cash equivalents</b>			77,831		82,561
Cash and cash equivalents at beginning of year			314,513		231,952
<b>Cash and cash equivalents at end of year</b>			<u>408,344</u>		<u>314,513</u>

# **FUN 4 KIDZ**

## **NOTES TO THE FINANCIAL STATEMENTS**

### ***FOR THE YEAR ENDED 31 MARCH 2023***

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#### **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 or grantors 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 2023

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### 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 2023

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#### 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 2023

#### 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 Income from donations and legacies

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Donations and gifts	3,002	-	3,002	1,090	-	1,090
Government grants	-	20,415	20,415	28,340	17,993	46,333
	<u>3,002</u>	<u>20,415</u>	<u>23,417</u>	<u>29,430</u>	<u>17,993</u>	<u>47,423</u>

# FUN 4 KIDZ

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

### 4 Charitable activities

	Afterschool clubs 2023 £	Breakfast clubs 2023 £	Holiday & activity clubs 2023 £	Community centre 2023 £	Total 2023 £	Total 2022 £
Fees receivable	463,047	57,801	104,671	70,150	695,669	596,214
Grants	-	-	28,007	76,553	104,560	114,320
	<u>463,047</u>	<u>57,801</u>	<u>132,678</u>	<u>146,703</u>	<u>800,229</u>	<u>710,534</u>
Analysis by fund						
Unrestricted funds	463,047	57,801	104,671	70,150	695,669	596,214
Restricted funds	-	-	28,007	76,553	104,560	114,320
	<u>463,047</u>	<u>57,801</u>	<u>132,678</u>	<u>146,703</u>	<u>800,229</u>	<u>710,534</u>

### For the year ended 31 March 2022

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

### 5 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Interest receivable	<u>1,728</u>	<u>27</u>

# FUN 4 KIDZ

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2023

#### 6 Charitable activities

	Afterschool clubs 2023 £	Breakfast clubs 2023 £	Holiday & activities 2023 £	Community centre 2023 £	Total 2023 £	Total 2022 £
Staff costs	353,993	55,690	89,337	100,954	599,974	542,877
Direct costs	39,209	4,947	15,154	39,627	98,937	66,508
Premises costs	15,027	-	-	13,663	28,690	8,203
Overhead costs	9,532	1,176	1,135	7,605	19,448	16,868
	<u>417,761</u>	<u>61,813</u>	<u>105,626</u>	<u>161,849</u>	<u>747,049</u>	<u>634,456</u>
Share of support costs (see note 7)	7,029	867	837	5,608	14,341	15,597
Share of governance costs (see note 7)	1,800	222	214	1,436	3,672	3,300
	<u>426,590</u>	<u>62,902</u>	<u>106,677</u>	<u>168,893</u>	<u>765,062</u>	<u>653,353</u>
<b>Analysis by fund</b>						
Unrestricted funds	426,590	62,902	72,190	63,985	625,667	515,015
Restricted funds	-	-	34,487	104,908	139,395	138,338
	<u>426,590</u>	<u>62,902</u>	<u>106,677</u>	<u>168,893</u>	<u>765,062</u>	<u>653,353</u>

#### For the year ended 31 March 2022

	Afterschool clubs £	Breakfast clubs £	Holiday & activities £	Community centre £	Total 2022 £
Staff costs	342,489	52,885	71,823	75,680	542,877
Direct costs	29,450	3,647	6,751	26,660	66,508
Premises costs	87	-	-	8,116	8,203
Overhead costs	8,268	1,020	984	6,596	16,868
	<u>380,294</u>	<u>57,552</u>	<u>79,558</u>	<u>117,052</u>	<u>634,456</u>
Share of support costs (see note 7)	7,645	943	910	6,099	15,597
Share of governance costs (see note 7)	1,617	199	193	1,291	3,300
	<u>389,556</u>	<u>58,694</u>	<u>80,661</u>	<u>124,442</u>	<u>653,353</u>
<b>Analysis by fund</b>					
Unrestricted funds	389,556	58,694	38,121	28,844	515,015
Restricted funds	-	-	42,540	95,798	138,338
	<u>389,556</u>	<u>58,694</u>	<u>80,661</u>	<u>124,442</u>	<u>653,353</u>

# FUN 4 KIDZ

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

### 7 Support costs

	Support costs £	Governance costs £	2023 Support costs £	Governance costs £	2022 £
Payroll fees	2,640	-	2,640	1,980	1,980
Professional fees	5,720	-	5,720	6,559	6,559
Affiliation fees	4,084	-	4,084	4,713	4,713
Bank charges	1,897	-	1,897	2,345	2,345
Independent examiners fees	-	3,540	3,540	-	3,300
AGM & board costs	-	132	132	-	-
	<u>14,341</u>	<u>3,672</u>	<u>18,013</u>	<u>15,597</u>	<u>18,897</u>
Analysed between Charitable activities	<u>14,341</u>	<u>3,672</u>	<u>18,013</u>	<u>15,597</u>	<u>18,897</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:

	2023 Number	2022 Number
Childcare	39	39
Community Centre	4	4
Administration	4	4
Total	<u>47</u>	<u>47</u>
<b>Employment costs</b>	<b>2023 £</b>	<b>2022 £</b>
Wages and salaries	568,345	516,714
Social security costs	22,629	16,712
Other pension costs	9,000	9,451
	<u>599,974</u>	<u>542,877</u>

Remuneration to key management personnel amounted to £61,620 (2022 £50,508)

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 2023

#### 10 Tangible fixed assets

	Fixtures and fittings £	Computers £	Motor vehicles £	Total £
<b>Cost</b>				
At 1 April 2022	7,166	32,684	30,811	70,661
At 31 March 2023	7,166	32,684	30,811	70,661
<b>Depreciation and impairment</b>				
At 1 April 2022	7,165	32,683	30,810	70,658
At 31 March 2023	7,165	32,683	30,810	70,658
<b>Carrying amount</b>				
At 31 March 2023	1	1	1	3
At 31 March 2022	1	1	1	3

#### 11 Debtors

	2023 £	2022 £
<b>Amounts falling due within one year:</b>		
Trade debtors	13,655	75,385

#### 12 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Deferred income	14	16,229	14,092
Other creditors		11,739	37,406
Accruals and deferred income		3,540	8,221
		31,508	59,719
<b>Provisions for liabilities</b>		<b>2023 £</b>	<b>2022 £</b>
Pension scheme		-	16,000
<b>Movements on provisions:</b>			<b>Pension scheme £</b>
At 1 April 2022			16,000
Reversal of provision			(16,000)
At 31 March 2023			-

# FUN 4 KIDZ

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

### 14 Deferred income

	2023 £	2022 £
Arising from grants	16,229	14,092

Deferred income is included in the financial statements as follows:

	2023 £	2022 £
Balance at 01 April 2020	7,058	13,621
Amounts received in year	34,073	77,701
Amounts credited to statement of financial activities	(27,039)	(80,151)
Balance at 31 March 2021	16,229	14,092

### 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 £8,398 (2022 - £6,425)

#### 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 2022.

#### 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.

#### Key assumptions

	2023 %	2022 %
Discount rate	4.8	2.8
Expected rate of increase of pensions in payment	2.8	3.5
Expected rate of salary increases	4.2	4.9

# **FUN 4 KIDZ**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)** **FOR THE YEAR ENDED 31 MARCH 2023**

### **15 Retirement benefit schemes**

**(Continued)**

#### *Mortality assumptions*

The assumed life expectations on retirement at age 65 are:

	<b>2023</b>	<b>2022</b>
	<b>Years</b>	<b>Years</b>
Retiring today		
- Males	21.2	20.9
- Females	23.7	24
	<u>          </u>	<u>          </u>
Retiring in 20 years		
- Males	22.6	22.4
- Females	25.5	25.9
	<u>          </u>	<u>          </u>

Amounts taken to other comprehensive income:

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Actuarial changes related to obligations	(3,000)	(3,000)
	<u>          </u>	<u>          </u>

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

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Present value of defined benefit obligations	36,000	58,000
Fair value of plan assets	(36,000)	(42,000)
	<u>          </u>	<u>          </u>
Deficit in scheme	-	16,000
	<u>          </u>	<u>          </u>

Movements in the present value of defined benefit obligations:

	<b>2023</b>
	<b>£</b>
Liabilities at 1 April 2022	58,000
Current service cost	1,000
Benefits paid	(4,000)
Actuarial gains and losses	(20,000)
Interest cost	1,000
	<u>          </u>
At 31 March 2023	36,000
	<u>          </u>

# FUN 4 KIDZ

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

### 15 Retirement benefit schemes

(Continued)

Movements in the fair value of plan assets:

	2023 £
Fair value of assets at 1 April 2022	42,000
Interest income	1,000
Return on plan assets (excluding amounts included in net interest)	(4,000)
Benefits paid	(4,000)
Contributions by scheme members	1,000
At 31 March 2023	36,000

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

	2023 £	2022 £
Equity Instruments	17,000	15,000
Debt instruments	5,000	5,000
Property	4,000	3,000
Other	10,000	8,000
	36,000	31,000

### 16 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2022 £	Incoming resources £	Resources expended £	Transfers £	Gains and losses £	At 31 March 2023 £
Cessation contingency	69,764	-	-	12,553	-	82,317
L30 Centre maintenance	17,893	-	-	12,107	-	30,000
General funds	210,655	700,399	(624,667)	(24,660)	-	261,727
	298,312	700,399	(624,667)	-	-	374,044
Pension fund	-	-	(1,000)	-	16,000	15,000
	298,312	700,399	(625,667)	-	16,000	389,044



# FUN 4 KIDZ

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

### 16 Unrestricted funds

(Continued)

Previous year:	At 1 April 2021 £	Incoming resources £	Resources expended £	Transfers £	Gains and losses £	At 31 March 2022 £
Cessation contingency	66,188	-	-	3,576	-	69,764
L30 Centre maintenance	17,893	-	-	-	-	17,893
General funds	102,575	625,671	(515,015)	(3,576)	-	209,655
	186,656	625,671	(515,015)	-	-	297,312
Pension fund	-	-	(4,000)	-	3,000	(1,000)
	186,656	625,671	(519,015)	-	3,000	296,312

### 17 Analysis of net assets between funds

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Fund balances at 31 March 2023 are represented by:			
Tangible assets	3	-	3
Current assets/(liabilities)	389,041	1,450	390,491
	389,044	1,450	390,494
	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Fund balances at 31 March 2022 are represented by:			
Tangible assets	3	-	3
Current assets/(liabilities)	314,309	15,870	330,179
Provisions	(16,000)	-	(16,000)
	298,312	15,870	314,182

## FUN 4 KIDZ

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

#### 18 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	Movement in funds			Movement in funds			
	Balance at 1 April 2021	Incoming resources	Resources expended	Balance at 1 April 2022	Incoming resources	Resources expended	Balance at 31 March 2023
	£	£	£	£	£	£	£
Sefton MBC L30 Centre	-	7,000	(7,000)	-	7,000	(7,000)	-
Sefton Kickstart Scheme	-	17,993	(17,993)	-	20,415	(20,415)	-
Living Well Sefton	-	3,200	(1,069)	2,131	-	(2,131)	-
National Lottery Community Fund	20,980	17,645	(38,625)	-	16,229	(16,229)	-
Steve Morgan Foundation	-	18,750	(14,750)	4,000	29,000	(33,000)	-
L30 Millions Emergency support grant	-	-	-	-	14,092	(14,092)	-
L30 Millions Exercise on the Streets grant	90	-	(90)	-	-	-	-
L30's Million Community Researchers Area Committee grant	576	15,005	(13,531)	2,050	-	(600)	1,450
Sefton MBC Holiday Activity Fund	249	-	-	249	-	(249)	-
Sefton Warm Spaces	-	52,720	(45,280)	7,440	30,457	(37,897)	-
	-	-	-	-	7,782	(7,782)	-
	<u>21,895</u>	<u>132,313</u>	<u>(138,338)</u>	<u>15,870</u>	<u>124,975</u>	<u>(139,395)</u>	<u>1,450</u>

## **FUN 4 KIDZ**

### **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 MARCH 2023**

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#### **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**

There were no disclosable related party transactions during the year.

#### **20 Analysis of changes in net funds**

The charity had no material debt during the year.

## **FUN 4 KIDZ**

### **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)** **FOR THE YEAR ENDED 31 MARCH 2023**

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<b>21</b>	<b>Cash generated from operations</b>	<b>2023</b>	<b>2022</b>
		<b>£</b>	<b>£</b>
	Surplus for the year	60,312	104,631
	Adjustments for:		
	Investment income recognised in statement of financial activities	(1,728)	(27)
	Movements in working capital:		
	Decrease/(Increase) in debtors	61,730	(30,933)
	(Decrease)/Increase in creditors	(30,348)	1,829
	Increase in provisions	(16,000)	(1,000)
	Increase in deferred Income	2,137	7,034
		<hr/>	<hr/>
	<b>Cash generated from operations</b>	<b>76,103</b>	<b>81,534</b>
		<hr/>	<hr/>