

WISHES 4 KIDS

FINANCIAL STATEMENTS

**YEAR ENDED
4 APRIL 2021**

CHARITY NUMBER: 1092962**Full charity name**

Wishes 4 Kids

PatronsMuzzy Izzet
Alan Birchenall
John Greaves**Trustees**Paul Bakewell
Shirley McKenna
Paul McKenna
Wendy Brickett (appointed 1 March 2021)
Paula McAllister (appointed 1 March 2021)
Janine Bates (resigned 11 January 2021)
Gerald Varney (resigned 5 January 2021)**Offices**67 Regent Road
Leicester
LE1 6YF**Bankers**HSBC Bank plc
2-6 Gallowtree Gate
Leicester
LE1 1DA**Independent examiner**Mrs T.M. Bettles M.A.A.T.
Bettles Accountancy Limited
23 Lily Drive
Great Glen
Leicestershire
LE8 9AG

ANNUAL REPORT**YEAR ENDED 4 APRIL 2021****Structure, governance and management**

Wishes 4 Kids is registered with the Charity Commission for England & Wales as an Unincorporated Charity (16 July 2002) with the governing document in the form of a constitution adopted 24 April 2002 (Amended 19 June 2002/Amended 13 January 2003).

The Charity holds no title to property.

The Charity is administered by the Trustees as listed on page 1. The Trustees are re-elected at the annual general meeting and hold office from the conclusion of that meeting. The governing document provides for a minimum of three Trustees. When there is a requirement for new trustees, these are identified and appointed by the remaining trustees. The remaining Trustees are responsible for the induction of any new Trustee which involves awareness of trustee's responsibilities, the governing document, administrative procedures and the history of the charity. There are no co-opted members, however, the facility for the Trustees to appoint such members are included in the Charity's governing document.

It was with reluctance that the Trustees accepted the resignation as Trustee of Mrs J Bates in January 2021 who managed the daily activities of the Charity until the end of January 2021. Mr G Lowe has taken over her duties.

Objectives and activities

The objects of the Charity are to relieve the suffering of children in the East Midlands area with life limited or terminal illness, children who have suffered life changing mental/physical and emotional trauma or children who have suffered severe abuse by the granting of a wish for example - meeting a celebrity or sportsperson, a trip, a toy or whatever the child most desires.

Achievements, performance and financial review

As expected and due to the pandemic the charity saw a downturn in events income of 22% following a 24% increase in 2020. This was due to both national and regional fundraising events being cancelled. There was also a small downturn (2020 – 34.5% increase) in donations. As the charity staff were furloughed for part of the year, donations include £27,719 of CJRS grants to cover staff when they were unable to work. In spite of the difficult conditions the pandemic is causing for everyone, the charity has granted and completed 162 wishes during the year, delivered 214 Christmas toy & sweet parcels and delivered 56 Easter Eggs.

The Trustees are grateful to the many supporters of the Charity who have given their loyalty and commitment.

The Charity has been "adopted" by a number of corporate sponsors with whom we are working closely to achieve both financial and volunteer support.

The charity has fulfilled its objectives, to the public, by the granting of a wish to children with life limiting and terminal illness, children who have suffered life changing mental/physical and emotional trauma or have suffered severe abuse and who reside or are being treated within our catchment area.

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Public Benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

Going Concern

The effect of Covid-19 on the charity is continually assessed by the Trustees, reviewing the charity's forecasts and projections to ensure the charity remains financially viable. With regard to the next accounting period, the year ending 4 April 2022, the most significant area that is affecting the charity's net assets is still the level of income. However, it is now hopeful that the charity will be able to do more fundraising and that some national and regional fundraising events e.g. The London Marathon will recommence. The charity has successfully been focussing efforts on raising income from other sources. The charity continues to have a strong Balance Sheet with unrestricted liquid current assets of £306,957, so in the Trustees opinion the charity has sufficient resources to meet its liabilities as required. As such, they remain satisfied that the charity can continue to operate for the next 12 months and onwards and the accounts have been prepared in the knowledge that Wishes 4 Kids is a financially viable charity.

Reserves policy

At the end of the financial year the unrestricted reserves were £306,957 which is more than 12 months of current total expenditure. The Trustees consider the level of unrestricted reserves to be satisfactory. Their policy is to keep reserves at a level to withstand any short-term risks to give themselves time to change any financial plans accordingly. The current circumstances around Covid-19 are example why such free reserves are held and these are used accordingly to ensure that Wishes 4 Kids remains a going-concern. The adequacy of the reserves policy is reviewed annually or more often if necessary.

Donations in kind

The charity has received considerable support in kind for the granting of wishes the approximate value of which is £1,046 (2020 - £7,091). This is included in donations received and resources expended.

Risk factors

The trustees have continued to assess the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

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The principal uncertainty currently facing the charity is the impact of the ongoing global Covid-19 outbreak. The Trustees continue to monitor the outbreak, including UK Government advice, and acknowledge that the charity faces a prolonged period of uncertainty. While the evolving nature of the situation means it is not possible to accurately quantify the financial impact, the charity is in a good position to help manage the risk. Steps are being taken on an ongoing basis to minimise the impact on the charity's activities and the effect this may have on its supporters and beneficiaries. Infrastructure is in place to allow staff to work remotely or in a 'covid secure' environment and our key priority is to ensure, as far as possible, that terminally ill or life-limited children are still able to benefit from a 'covid secure' wish.

Statement of trustee's responsibilities

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

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- * select suitable accounting policies and then apply them consistently;
- * observe the methods and principles of the Charities SORP;
- * make judgements and estimates that are reasonable and prudent;
- * state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- * prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2008 and trust deed. They are also responsible for safeguarding the assets of the charity and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the trustees on 8 July 2021.



PAUL BAKEWELL
Trustee

INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF WISHES 4 KIDS**YEAR ENDED 4 APRIL 2021**

I report to the charity trustees on my examination of the accounts of the charity for the year ended 4 April 2021 which are set out on pages 6 to 10.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since the charity's gross income exceeds £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I can confirm that I am qualified to undertake this examination because I am a registered member of the Association Of Accounting Technicians, which is one of the listed bodies.

I have completed my examination and I confirm that no material 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 130 of the Act; or
2. The accounts do not accord with those records; or
3. The accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

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 accounts to be reached.

Mrs T.M. Bettles MAAT
BETTLES ACCOUNTANCY LIMITED
23 Lily Drive
Great Glen
Leicestershire
LE8 9AG

8 July 2021

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 4 APRIL 2021

	<u>Notes</u>	<u>Total 2021</u>	<u>Total 2020</u>
Income and endowments from:			
Donations and legacies	2	239,256	245,663
Other trading activities			
Fundraising events		56,945	73,249
Other income			
Profit on disposal of fixed asset		-	29,000
Total		<u>296,201</u>	<u>347,912</u>
Expenditure on:			
Raising funds	3	24,012	48,654
Charitable activities			
Cost of wishes provided	4	201,312	289,597
Total		<u>225,324</u>	<u>338,251</u>
Net income/(expenditure)		<u>70,877</u>	<u>9,661</u>
Transfers between fund		-	-
Net movement in funds for the year		<u>70,877</u>	<u>9,661</u>
Reconciliation of funds			
Fund balances at 5 April 2020		236,080	226,419
Fund balances at 4 April 2021		<u>£306,957</u>	<u>£236,080</u>

The funds for 2021 and 2020 are unrestricted.

WISHES 4 KIDS
BALANCE SHEET
AT 4 APRIL 2021

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	<u>Notes</u>	<u>2021</u>	<u>2020</u>
Fixed assets			
Tangible fixed assets	7	13,769	27,258
Current assets			
Debtors	8	35,225	31,593
Cash at bank and in hand		258,848	178,114
		<u>294,073</u>	<u>209,707</u>
Short-term creditors	9	885	885
Net current assets		<u>293,188</u>	<u>208,822</u>
Net assets		<u>£306,957</u>	<u>£236,080</u>
Represented by:			
Unrestricted funds		<u>306,957</u>	<u>236,080</u>
Total charity funds		<u>£306,957</u>	<u>£236,080</u>

These financial statements were approved by the Trustees on 8 July 2021 and signed on their behalf by:



PAUL BAKEWELL
Trustee

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
YEAR ENDED 4 APRIL 2021**

1. Accounting policies

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), and the Charities Act 2011.

Wishes 4 Kids meets the definition of a public benefit entity under FRS 102.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The trustees have considered the level of funds held and the expected level of income and expenditure for the 12 month period from the date of authorising these financial statements. The budgeted income and expenditure together with the level of reserves is sufficient for the charity to be able to continue as a going concern. The trustees have considered the impact of COVID-19 on the charity in making this assessment.

The financial statements are presented in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

The principal accounting policies adopted in the preparation of the financial statements are set out below.

- (a) Income is recognised in the SOFA when the charity becomes entitled to the resources, it is more than likely to receive the resources and the monetary value can be measured with sufficient reliability.

Legacies are included in the SOFA when receipt is probable, that is, when there has been grant of probate, the executors have established that there are sufficient assets in the estate and any conditions attached to the legacy are either within the control of the charity or have been met.

Donated services and facilities are included in incoming resources in the SOFA (with an equivalent amount in resources expended) at the value of the gift to the charity where this can be quantified.

Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.

- (b) Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty. Expenditure, including the related irrecoverable VAT, has been classified under headings that aggregate all costs relating to the category.

- (c) Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources (time spent by staff).

- (d) Tangible fixed assets are capitalised and are written off by depreciation, calculated to write down the cost by equal instalments, over their expected useful lives. The rates applicable are as follows:-

Fixtures, fittings & equipment	- 10% per annum on cost.
Motor vehicles	- 33.33% per annum on cost

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 4 APRIL 2021

(e) The unrestricted funds are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets the criteria is charged to the fund

(f) The charity only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like other debtors and creditors.

Short term debtors and creditors are measured at the transaction price.

2. Donations and legacies

Donations and legacies in 2021 include grants from HMRC of £27,719 (2020 - £3,305) in respect of the Coronavirus Job Retention Scheme which has funded employees on furlough during the year and support grants of £10,000 (2020 – nil) from the local Council.

3. Analysis of expenditure on raising funds

	Direct cost	Support costs	Total 2021	Total 2020
Fundraising costs	£7,808	£16,204	£24,012	£48,654
	=====	=====	=====	=====

4. Analysis of expenditure on charitable activity

	Direct cost	Support costs	Total 2021	Total 2020
Cost of wishes provided	£131,096	£70,216	£201,312	£289,597
	=====	=====	=====	=====

5. Allocation of support costs

	Charitable activity	Raising funds	Total 2021	Total 2020
Support costs				
Printing, postage & stationery	1,126	260	1,386	3,447
Sundry expenses	410	95	505	2,939
Repairs & renewals	951	220	1,171	1,519
Rent & rates	7,401	1,707	9,108	9,075
Heat & light	1,124	259	1,383	1,460
Telephone	3,605	833	4,438	4,508
Bank charges	705	163	868	1,522
Insurance	1,797	415	2,212	2,076
Depreciation	10,960	2,529	13,489	13,738
Salaries (note 6)	38,195	8,814	47,009	37,602
Motor	3,251	750	4,001	6,864
Governance				
Accountancy	691	159	850	885
	=====	=====	=====	=====
	£70,216	£16,204	£86,420	£85,635
	=====	=====	=====	=====

The charity undertakes direct charitable activities only and allocates its Support Costs on a basis consistent with the use of resources.

All accountancy fees relate to the preparation and independent examination of the charity's financial accounts.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 4 APRIL 2020

6. Staff costs

	2021	2020
Wages and salaries	46,200	36,219
Social security costs	129	584
Employer's pension contributions	680	799
	<u>-----</u>	<u>-----</u>
Total emoluments	£47,009	£37,602
	<u>=====</u>	<u>=====</u>

No employee received a salary in excess of £60,000 per annum.

Average number of employees	2	1
	<u>==</u>	<u>==</u>

There were no Key Management personnel employed during the year.

7. Tangible fixed assets

	Motor Vehicles	Fixtures Fittings & Equipment	Total
Cost			
At 5 April 2020	39,410	18,576	57,986
Additions	-	-	-
Disposals	-	-	-
	<u>-----</u>	<u>-----</u>	<u>-----</u>
As at 4 April 2021	39,410	18,576	57,986
	<u>-----</u>	<u>-----</u>	<u>-----</u>
Depreciation			
At 5 April 2020	13,135	17,593	30,728
Charge for the year	13,135	354	13,489
Disposals	-	-	-
	<u>-----</u>	<u>-----</u>	<u>-----</u>
At 4 April 2021	26,270	17,947	44,217
	<u>-----</u>	<u>-----</u>	<u>-----</u>
Net book amount			
At 4 April 2021	£13,140	£629	£13,769
	<u>-----</u>	<u>-----</u>	<u>-----</u>
At 4 April 2020	£26,275	£983	£27,258
	<u>-----</u>	<u>-----</u>	<u>-----</u>

8. Debtors

	2021	2020
Prepayments	7,758	7,504
Other debtors	27,467	24,089
	<u>-----</u>	<u>-----</u>
	£35,225	£31,593
	<u>-----</u>	<u>-----</u>

9. Creditors: Amounts falling due within one year

	2021	2020
Accruals	£885	£885
	<u>-----</u>	<u>-----</u>

10. Trustees' remuneration and expenses

No trustees received any remuneration or expenses, either directly or indirectly, during the year.