

HAPPY FACES

ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2022

Charity Number - 1101620

**HAROLD SMITH
CHARTERED ACCOUNTANTS**

Happy Faces Children's Charity (Charity number 1101620)

Trustees Report for the year ended 31st March 2022

I am pleased to report that we continued to meet our objectives of helping sick, disabled and disadvantaged children throughout North Wales.

Our main source of income, our Kiosk located on Rhos on Sea Promenade, reopened on 12th April 2021, having been closed since 20th December 2020 in line with Welsh Government instruction. This was significant as Kiosk sales rose to £74k, an increase of over £45k when compared to the previous financial year, (when the Kiosk was closed for 201 days due to the pandemic). This illustrates the value of the Kiosk and the excellent contribution of our fifteen volunteers who staffed the Kiosk and who were superbly led by Denise Whittle, our Kiosk Manager.

Our overall income increased £17,659 to £120,539, the increase in Kiosk income being partly offset by reductions in Grants of £13k and of Gift Aid refunds of £10,275.

With the easing of restrictions our monthly Executive Committee meetings resumed in July 2021, at which our 14 Committee members discussed the management of the Charity and considered appeal requests. Our AGM was held on 8th November 2021 where our accounts for the year ended 31st March 2021 were approved and our Committee re-elected unopposed.

We successfully funded 19 appeals totalling £36,390 including providing specialised equipment and therapy for disabled children and three minibuses, one for Y Ddriag Goch/Penmaenrhos/Penrhos Avenue Education Centre and one each for Ysgol Pendalar Caernarfon and Y-Bont, Llangefni.

We also liaised with the Disability Sport Wales officers throughout North Wales publicising our Charity and consequently on receipt of an appeal we were pleased to fund equipment for a sports club for disabled youngsters based in Rhyl.

One of the highlights of the year was in September when we took 165 disabled children and their 105 carers to the Welsh Mountain Zoo located in Colwyn Bay for a fun packed day organised by our marvellous volunteers and sponsored by a local engineering firm. This was so well received and also the first event the children and their carers had attended for over a year due to the pandemic. A fabulous event enjoyed by all.

Another hugely successful and enjoyable annual event which we organised, returning after a years break, was our "Got to sing Got to Dance" show performed by children at Rhyl Pavilion in March. The show received much praise and raised over £3k.

As in the previous year we delivered over 1,000 Christmas gifts, 1,083 to be precise, to disabled and disadvantaged children throughout North Wales and exceptionally in March 2021 we delivered toiletries, blankets and clothing, which had been donated to us, to the Red Cross for those affected by the war in Ukraine.

Our website continued to evolve giving details of current events and the facility to make appeal applications and volunteer applications online.

This year we received £35,770 in donations from our wonderful supporters including our seven participants in the London marathon which resumed in 2021.

The Charity has now given a total of £382,350 to appeals for assistance since its inception which is a wonderful achievement drawing much praise from local Councils, Schools and Community groups alike.

The Charity continues to remain strong both financially and in terms of personnel with the success of the Charity stemming from the excellent Trustees, Committee members and Volunteers who give up their time freely to work for the Charity and have displayed professionalism and commitment throughout.

Since 2003, and throughout this year the Charity was brilliantly led by Ray Herbert M.B.E. whose devotion and passion to improve the quality of children's life's is an inspiration to all. Ray was nominated for the Later Life Hero Award organised by Age Connects Wales and we were all delighted when Ray won this award in November 2021. This was richly deserved and is yet another accolade in recognition of his outstanding work in helping those children less fortunate and his contribution to the local community.

Alan Pollock
Trustee

HAPPY FACES
CHARITY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2022

| | |
|------------------------|---|
| Charity Number | 1101620 |
| Trustees | Ray Herbert Callum Bartley Tracey Baxter Denise Whittle Alan Pollock David Brierley Mark Williams Roz Slater |
| Charity Address | Tourist Information Centre Rhos Promenade Rhos on Sea Colwyn Bay LL28 4EN |
| Accountants | Harold Smith Unit 32 Llys Edmund Prys St Asaph Business Park Denbighshire LL17 0JA |

INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF HAPPY FACES (REGISTERED CHARITY NO. 1101620)

We report on the accounts for the year ended 31 March 2022

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees
It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down by the general directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

Our examination was carried out in accordance with the General Directions given by the Charity

Independent examiner's statement

In connection with our examination, no matter has come to our attention:

(1) which gives us reasonable cause to believe that in any material respect the requirements;

- to keep accounting records in accordance with section 130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act

have not been met; or

(2) to which, in our opinion, attention should be drawn in order to enable a proper understanding

..... Dated

Simon Murray-Williams FCA
for and on behalf of
Harold Smith Chartered Accountants
St. Asaph Business Park
Denbighshire
LL17 0JA

HAPPY FACES
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2022

| | note | General £ | 2022 TOTAL £ | 2021 TOTAL £ |
|-------------------------------|--------------|----------------|--------------------|--------------------|
| Incoming Resources | 2 | | | |
| Donations and legacies | | 41,484 | 41,484 | 46,900 |
| Charitable Activities | | 5,337 | 5,337 | 24,000 |
| Other trading Activities | | 73,995 | 73,995 | 31,980 |
| Total Income | | 120,816 | 120,816 | 102,880 |
| Resources Expended | 3 | | | |
| Raising Funds | | 36,647 | 36,647 | 13,546 |
| Charitable Activities | | 71,008 | 71,008 | 71,134 |
| Governance Costs | | 857 | 857 | 820 |
| Total Expenditure | | 108,513 | 108,513 | 85,500 |
| Net | | 12,304 | 12,304 | 17,380 |

HAPPY FACES
BALANCE SHEET AS AT 31 MARCH 2022

| | £ | £ | £ | £ |
|---|--------------|----------------------|--------------|----------------------|
| | 2022 | | 2021 | |
| ASSETS: | | | | |
| FIXED ASSETS: | | 10,705 | | 13,146 |
| CURRENT ASSETS: | | | | |
| Stock | 40,575 | | 29,500 | |
| Cash at Bank | 16,196 | | 16,147 | |
| Cash in Hand | 2,071 | | 348 | |
| | | <u>58,841</u> | | <u>45,995</u> |
| LIABILITIES: | | | | |
| CURRENT LIABILITIES: | | | | |
| Trade Creditors | 1,768 | | 709 | |
| Other Creditors | <u>6,654</u> | | <u>9,612</u> | |
| | | 8,423 | | 10,321 |
| NET ASSETS: | | <u>61,124</u> | | <u>48,820</u> |
| CAPITAL & RESERVES (REPRESENTED BY): | | | | |
| PROFIT/(LOSS) IN THE YEAR: | | 12,304 | | 17,380 |
| CAPITAL B/F: | | 48,820 | | 31,440 |
| CAPITAL C/F: | | <u>61,124</u> | | <u>48,820</u> |

HAPPY FACES
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2022

BASIS OF PREPARATION

The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and with the Charities Act 2011.

No changes to accounting estimates have occurred in the reporting period (3.46 FRS 102 SORP).
No material prior year error have been identified in the reporting period (3.47 FRS 102 SORP).

NOTE 1 : ACCOUNTING POLICIES

Recognition of incoming resources

These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- the trustees are virtually certain they will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Incoming resources with related expenditure

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resources and related expenditure are reported gross in the SoFA.

Grants and donations

Grants and donations are only included in the SoFA when the charity has unconditional entitlement to the resources.

Contractual income and performance related grants

This is only included in the SoFA once the related goods or services have been delivered.

Liability recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Governance costs

Include costs of the preparation and examination of statutory accounts, the costs of trustee meetings and cost of any legal advice to trustees on governance or constitutional matters.

Grants with performance conditions

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SoFA once the recipient of the grant has provided the specified service or output.

Grants payable without performance conditions

These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to the grant which remain in the control of the charity.

Tangible fixed assets for use by charity

Fixed assets are stated at cost less accumulated depreciation. Provision for depreciation of fixed assets held for use by the charity is made at annual rates calculated to spread the cost (less anticipated residual disposal value) of each asset evenly over its expected useful life.

HAPPY FACES
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2022

NOTE 2: ANALYSIS OF INCOMING RESOURCES

| | General | MAR 2022 TOTAL | MAR 2021 TOTAL |
|--|----------------|-------------------|-------------------|
| | £ | £ | £ |
| <u>Donation and Legacies</u> | | | |
| Donations | 36,332 | 36,332 | 31,473 |
| Gift Aid | 5,152 | 5,152 | 15,427 |
| | 41,484 | 41,484 | 46,900 |
| <u>Charitable Activities</u> | | | |
| Grants | 2,000 | 2,000 | 24,000 |
| Events | 3,337 | 3,337 | |
| | 5,337 | 5,337 | 24,000 |
| <u>Other trading Activities</u> | | | |
| Shop Income | 73,995 | 73,995 | 31,980 |
| | 73,995 | 73,995 | 31,980 |
| Total Income | 120,816 | 120,816 | 102,880 |

HAPPY FACES
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2022

NOTE 3: ANALYSIS OF RESOURCES EXPENDED

| | General | MAR 2022 | MAR 2021 |
|-----------------------------|---------------|---------------|---------------|
| | £ | TOTAL | TOTAL |
| | £ | | £ |
| <u>Raising Funds</u> | | | |
| Purchases | 36,647 | 36,647 | 13,546 |
| | 36,647 | 36,647 | 13,546 |

Charitable Activities

| | | | |
|----------------------------------|---------------|---------------|---------------|
| Rent | 9,584 | 9,584 | 9,912 |
| Room Hire and Show Expenses | 4,562 | 4,562 | 30 |
| Insurance | 1,149 | 1,149 | 1,266 |
| Cleaning | 160 | 160 | 537 |
| Repairs and maintenance | 1,022 | 1,022 | 1,714 |
| Printing, postage and stationery | 1,647 | 1,647 | 2,325 |
| Website costs | 1,324 | 1,324 | - |
| Advertising | 60 | 60 | 514 |
| Hire of equipment | 2,793 | 2,793 | 2,650 |
| Marathon Entry Fees | 2,220 | 2,220 | 1,980 |
| Motor running expenses | 3,034 | 3,034 | 1,260 |
| Appeals | 36,390 | 36,390 | 43,034 |
| Bank charges | 680 | 680 | - |
| Sundry expenses - allowable | 3,589 | 3,589 | 2,532 |
| Depreciation on FF & E | 187 | 187 | 208 |
| Depreciation on motor vehicles | 2,254 | 2,254 | 2,818 |
| Hire purchase interest | 354 | 354 | 354 |
| | 71,008 | 71,008 | 71,134 |

Governance Costs

| | | | |
|-------------|------------|------------|------------|
| ACCOUNTANCY | 857 | 857 | 820 |
| | 857 | 857 | 820 |

HAPPY FACES
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2022

NOTE 4: TANGIBLE FIXED ASSETS

| | Fixture, fittings & Equipment | Motor Vehicles | Total |
|-----------------------|-------------------------------------|-------------------|---------------|
| Cost | | | |
| At 1st April 2021 | 2,614 | 17,614 | 20,228 |
| Additions | - | - | - |
| At 31st March 2022 | <u>2,614</u> | <u>17,614</u> | <u>20,228</u> |
| Depreciaion | | | |
| At 1st April 2021 | 741 | 6,341 | 7,082 |
| Charge for the year | 187 | 2,254 | 2,441 |
| At 31st March 2022 | <u>928</u> | <u>8,595</u> | <u>9,523</u> |
| Net book value | | | |
| At 31st March 2021 | 1,873 | 11,273 | 13,146 |
| At 31st March 2022 | <u>1,686</u> | <u>9,019</u> | <u>10,705</u> |

NOTE 5: RELATED PARTY TRANSACTIONS

There are no related party transactions during the year.