

Company registration number: 05115873

Charity registration number: 1108606

Play Inclusion Project (PIP)

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2022

Rawcliffe & Co Limited
Chartered Accountants
Unit 1 Barons Court
Graceways
Whitehills Business Park
Blackpool
Lancashire
FY4 5GP

Chartered Accountants

Play Inclusion Project (PIP)

Contents

Trustees' Report	1 to 5
Independent Examiner's Report	6 to 7
Statement of Financial Activities	8
Balance Sheet	9 to 10
Notes to the Financial Statements	11 to 19

Play Inclusion Project (PIP)

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2022.

Objectives and activities

Objects and aims

The charity's mission statement is to 'promote the social inclusion of children and young people with additional needs and disabilities within their local community'.

The aims of the charity are:

- To give social experiences to children and young people with additional needs and disabilities
- To promote the involvement of children and young people with additional needs and disabilities within their local community
- To provide appropriate leisure and social activities for children and young people with additional needs and disabilities
- To raise awareness of the needs of children and young people with additional needs and disabilities, therefore fostering a more diverse inclusive society
- To promote understanding and acceptance of disability
- To provide respite for parents and carers

Significant activities

Play Inclusion Project had an extremely successful year financially however we continued to face challenges regarding aspects of delivery due to the continued impact of the Covid-19 pandemic. The year began with our Easter Activity Clubs and we were delighted to begin to welcome more children and young people to each session as the numbers in social bubbles increased. We were able to return to delivering activity clubs and weekly sessions to 12 - 15 children and young people, however; attendance was heavily influenced by the number of staff and children contracting the virus and/or being required to self-isolate. Summer activity clubs were heavily disrupted due to staff having to isolate which caused additional stress and pressure for Activity Coordinators.

We were successful with two tenders for Blackpool Council, the first was the contract for holiday Club for 8-18year olds with severe and complex disabilities and the second was a new contract for a weekend club to run alternate Saturdays, again for 8-18year olds with severe and complex disabilities. We launched the Weekend Club in April and its introduction has enabled the charity to offer additional respite to Blackpool parents and carers.

This year saw Play Inclusion Project became one of the HAF (Holiday and Food) partners for both Wyre and Fylde. HAF funding is for the provision of activities and food for children on free school meals during the Easter, Summer and Christmas school holidays.

The funding from The WO Street Transformation Fund was finally used for a new Transition Project. The initial application was for a 6month pilot project that involved recruiting mentors to support young adults with disabilities in Lancashire to volunteer in their local communities. However, there was a need for this age group to be able to socialise again due to the social isolation caused by the pandemic. Approval from the funders was sought and granted to change the use of the grant and a social group was set up.

In October we hired a heritage tram to take our children, young people and their families through Blackpool illuminations. This event was extremely popular and enjoyed by all and will become an annual event.

Fundraising Events

Fundraising events were again limited this year. Collection tins were distributed at various locations and online fundraising came from Give as You Live, PayPal and Amazon.

Play Inclusion Project (PIP)

Trustees' Report

Use of volunteers

This financial year the charity became less dependent on volunteers, however; it remains committed to volunteer recruitment. Increased funding levels have enabled the charity to employ Sessional Support Workers to work at both weekly and activity club sessions. We do have a small dedicated team of volunteers, and we would like to thank them for their support and commitment. Our volunteers add value in terms of time and through the care, skills, knowledge and experience they bring to their role as Voluntary Support Workers.

An amazing 21 volunteers supported the charity during the year to 31 March 2022 and if it is estimated that if each volunteer gave 2 hours of their time for 48 weeks of the year this would give a total of 2016 hours of support. If then costed out at the minimum wage level of £8.91, this would equate to £17,962.56.

Achievements and performance

Funding secured this year enabled us to deliver twelve projects within Blackpool, Preston, Fylde and Wyre. We would like to thank all our funders for their support, without which Play Inclusion Project would not be able to provide the service and activities we offer. Many children and young people throughout Blackpool, Preston, Fylde & Wyre have been able to access social and leisure activities because of this support.

Financial review

The Charity continues to rely heavily on charitable donations and grants provided by the Local Authorities and other funding bodies to help pay for staff, running costs and costs associated with delivering activities and projects.

The charity is becoming more financially sustainable though increased funding levels and also as there has been an increase in the number of families wishing to access our activities via their social care packages. Families accessing via this route are charged an hourly rate of £13.50 per hour.

From August 2021, Lancashire County Council returned to paying an hourly rate per child as opposed to a session rate which was adopted whilst Covid-19 impacted attendance levels. The funding arrangements with Lancashire County Council see the charity get paid following delivery however, the new Blackpool Short Breaks contract is for £100,043.40 per annum which is invoiced monthly, regardless of the number of sessions delivered which helped to improve cash flow.

Policy on reserves

The charity is working towards unrestricted funds that equate to three months costs plus the cost of closure. The trustees consider the level of unrestricted income each year. Reserves are required to meet the working capital requirements of the charity and to fund existing projects. Unrestricted funds at 31st March 2022 have increased from £19,569 to £26,352.

Income generated was £254,478. The charity is trying to help more children and young adults which is in line with our mission statement to 'Promote Social inclusion through play and education within all activities and childcare settings'. A deficit of £6,304 in the year was deducted from our total reserves.

Play Inclusion Project (PIP)

Trustees' Report

Principal funding sources

Blackpool Borough Council - Short Breaks

This funding enabled us to provide Short Break activities during school holidays and alternate Saturdays for 8-18year olds with severe and complex disabilities. The Activity Club and Weekend Club were both based at Devonshire Primary Academy and included both in house activities and trips within the local community. A new referral route came into effect with the new contracts and all referrals must now come from the Social Care Team.

Lancashire County Council - Lancashire Break Time

This funding enabled us to provide Short Break activities during school holidays in Wyre and Preston for 8-18year olds with additional needs and disabilities. The Activity Clubs were based at Cleveleys Community Church in Wyre, and across various venues in Preston and included both in house activities and trips within the local community.

Lancashire Break Time also funded weekly activities in Preston, Fylde and Wyre. Throughout the year two weekly youth clubs were delivered in Wyre and a youth club and a sensory session at The Space Centre along with tea at McDonalds was delivered in Preston. A weekly youth club was delivered in Fylde which was based at St Cuthbert's Parish Centre. All of the weekly activities were for 6-18year olds with additional needs and disabilities.

WO Street Transformation Fund

The funding received in 2020 was used to deliver social activities for 18-25year olds with additional needs and disabilities. Activities included tea out, cinema, bowling and quiz nights.

HAF

This funding enabled us to provide subsidised places at the Summer and Christmas activity clubs for children and young people in receipt of free school meals. The costs of trips and activities for the children attending through HAF were also covered and a food subsidy was paid to parents for the days their child attended.

Funding was also received from the HAF programme to deliver training to other providers, offer Team teach Training to our Support Workers and to buy equipment and resources.

Russell Haldane Foundation

This grant covered the office rent until the end of 2021.

Sign High Say Hi!

We recommenced our partnership work with Sign Hi Say Hi! in May 2021.

Donations were received from ZX Digital on a monthly basis and other donations were received from Glasdon and The Shepherd Street Trust, these were used for activities and resources across all areas.

Play Inclusion Project (PIP)

Trustees' Report

Reference and Administrative Details

Charity Registration Number:	1108606
Company Registration Number:	05115873
	The charity is incorporated in England & Wales.
Registered Office:	Office 1 & 2, 13-15 Preston Street Fleetwood Lancashire FY7 6JA
Independent Examiner:	Rawcliffe & Co Limited Chartered Accountants Unit 1 Barons Court Graceways Whitehills Business Park Blackpool Lancashire FY4 5GP

Trustees and officers

The trustees and officers serving during the year and since the year end were as follows:

Trustees:	Mrs Pamela Margaret Ogden
	Mrs Carol Ann Gradwell
	Mr Ian Christopher Harrison

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The main cashflow risk relates to the availability of grant funding which is applied for each year. The risk is that one of the grant providers does not offer funds. The charity limits this risk by obtaining funds from multiple sources as listed earlier in this report. The charity also conducts fund raising activities to help cashflow.

Credit risk

The charity's principal financial assets are bank balances and cash.

The credit risk on liquid funds is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

Liquidity risk

The charity does not have debtors or high stock levels. All activities are planned and costed based on available grant funding to mitigate liquidity risk.

Play Inclusion Project (PIP)

Trustees' Report

Statement of trustees' responsibilities

The trustees (who are also the directors of Play Inclusion Project (PIP) for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The report and accounts have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

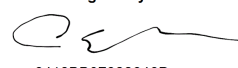
The trustees are responsible for keeping proper accounting records that can disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The annual report was approved by the trustees of the charity on 11 January 2023 and signed on its behalf by:

DocuSigned by:

6418BB07822646D.....
 Mrs Carol Ann Gradwell
 Trustee

Play Inclusion Project (PIP)

Independent Examiner's Report to the trustees of Play Inclusion Project (PIP) ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2022.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the Company 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 your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Play Inclusion Project (PIP)

Independent Examiner's Report to the trustees of Play Inclusion Project (PIP) ('the Company')


Independent examiner's statement

Since the Company'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 ICAEW, 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:

1. accounting records were not kept in respect of Play Inclusion Project (PIP) as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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 accounts to be reached.

DocuSigned by:

.....AD02B0B73F94408.....

Joseph Tantram c/o Rawcliffe and Co Limited
Chartered Accountants
ICAEW

Unit 1 Barons Court
Graceways
Whitehills Business Park
Blackpool
Lancashire
FY4 5GP

11 January 2023

Play Inclusion Project (PIP)

Statement of Financial Activities for the Year Ended 31 March 2022 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
Donations and legacies	3	196,357	7,845	204,202
Other trading activities	4	50,273	-	50,273
Other income		3	-	3
Total income		246,633	7,845	254,478
Expenditure on:				
Other expenditure	5	(239,850)	(20,932)	(260,782)
Total expenditure		(239,850)	(20,932)	(260,782)
Net income/(expenditure)		6,783	(13,087)	(6,304)
Net movement in funds		6,783	(13,087)	(6,304)
Reconciliation of funds				
Total funds brought forward		19,569	14,071	33,640
Total funds carried forward	14	26,352	984	27,336
	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Donations and legacies	3	115,536	44,209	159,745
Other trading activities	4	15,509	-	15,509
Other income		9	-	9
Total income		131,054	44,209	175,263
Expenditure on:				
Other expenditure	5	(131,741)	(35,942)	(167,683)
Total expenditure		(131,741)	(35,942)	(167,683)
Net (expenditure)/income		(687)	8,267	7,580
Net movement in funds		(687)	8,267	7,580
Reconciliation of funds				
Total funds brought forward		20,256	5,804	26,060
Total funds carried forward	14	19,569	14,071	33,640

All of the charity's activities derive from continuing operations during the above two periods.
The funds breakdown for 2021 is shown in note 14.

The notes on pages 11 to 19 form an integral part of these financial statements.

Play Inclusion Project (PIP)
(Registration number: 05115873)
Balance Sheet as at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	10	1,918	413
Current assets			
Debtors	11	444	335
Cash at bank and in hand	12	<u>32,852</u>	<u>38,326</u>
		33,296	38,661
Creditors: Amounts falling due within one year	13	<u>(7,878)</u>	<u>(5,434)</u>
Net current assets		<u>25,418</u>	<u>33,227</u>
Net assets		<u><u>27,336</u></u>	<u><u>33,640</u></u>
Funds of the charity:			
Restricted income funds			
Restricted funds		984	14,071
Unrestricted income funds			
Unrestricted funds		<u>26,352</u>	<u>19,569</u>
Total funds	14	<u><u>27,336</u></u>	<u><u>33,640</u></u>

The notes on pages 11 to 19 form an integral part of these financial statements.

Play Inclusion Project (PIP)
(Registration number: 05115873)
Balance Sheet as at 31 March 2022

For the financial year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements on pages 8 to 19 were approved by the trustees, and authorised for issue on 11 January 2023 and signed on their behalf by:

DocuSigned by:

.....C7833CADD1DD423.....

Mr Ian Christopher Harrison
Trustee

The notes on pages 11 to 19 form an integral part of these financial statements.

Play Inclusion Project (PIP)

Notes to the Financial Statements for the Year Ended 31 March 2022

1 Charity status

The charity is limited by guarantee, incorporated in England & Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Office 1 & 2,
13-15 Preston Street
Fleetwood
Lancashire
FY7 6JA

These financial statements were authorised for issue by the trustees on 11 January 2023.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Play Inclusion Project (PIP) meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Play Inclusion Project (PIP)

Notes to the Financial Statements for the Year Ended 31 March 2022

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £500.00 or more are initially recorded at cost.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	25% reducing balance

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Play Inclusion Project (PIP)

Notes to the Financial Statements for the Year Ended 31 March 2022

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Foreign exchange

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

Play Inclusion Project (PIP)

Notes to the Financial Statements for the Year Ended 31 March 2022

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Pensions and other post retirement obligations

The charity operates a defined benefit pension scheme. Typically defined benefit plans define an amount of pension benefit that an employee will receive on retirement, usually dependent on one or more factors such as age, years of service and compensation.

The liability recognised in the Balance Sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the reporting date minus the fair value of plan assets. The defined benefit obligation is measured using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future payments by reference to market yields at the reporting date on high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related pension liability.

Actuarial gains and losses are charged or credited to other comprehensive income in the period in which they arise.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Play Inclusion Project (PIP)

Notes to the Financial Statements for the Year Ended 31 March 2022

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Play Inclusion Project (PIP)

Notes to the Financial Statements for the Year Ended 31 March 2022

Derivative financial instruments

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2022 £	Total 2021 £
Donations and legacies;				
Donations from companies, trusts and similar proceeds	4,748	-	4,748	2,883
Grants, including capital grants;				
Government grants	191,609	7,845	199,454	156,862
	<u>196,357</u>	<u>7,845</u>	<u>204,202</u>	<u>159,745</u>

4 Income from other trading activities

	Unrestricted funds General £	Total funds £
Other income from other trading activities	50,273	50,273
Total for 2022	<u>50,273</u>	<u>50,273</u>
Total for 2021	<u>15,509</u>	<u>15,509</u>

Play Inclusion Project (PIP)

Notes to the Financial Statements for the Year Ended 31 March 2022

5 Other expenditure

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Staff costs				
Wages and salaries		171,615	7,845	179,460
Social security		3,407	-	3,407
Pension costs		1,963	-	1,963
Other staff costs		3,499	-	3,499
Depreciation, amortisation and other similar costs		311	328	639
Total for 2022		<u>180,795</u>	<u>8,173</u>	<u>188,968</u>
Total for 2021		<u>99,384</u>	<u>27,665</u>	<u>127,049</u>

6 Government grants

As part of the Government's COVID-19 support, furlough grants were received during the year. These grants were then used to pay the wages of furloughed staff members.

The amount of grants recognised in the financial statements was £7,845 (2021 - £27,643).

7 Net incoming/outgoing resources

Net (outgoing)/incoming resources for the year include:

	2022 £	2021 £
Depreciation of fixed assets	<u>639</u>	<u>138</u>

8 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	179,460	121,535
Social security costs	3,407	1,488
Pension costs	1,963	1,470
Other staff costs	<u>3,499</u>	<u>2,418</u>
	<u>188,329</u>	<u>126,911</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

Play Inclusion Project (PIP)

Notes to the Financial Statements for the Year Ended 31 March 2022

	2022 No	2021 No
Average number of employees	<u>33</u>	<u>17</u>

7 (2021 - 6) of the above employees participated in the Defined Contribution Pension Schemes.

Contributions to the employee pension schemes for the year totalled £1,963 (2021 - £1,470).

No employee received emoluments of more than £60,000 during the year.

9 Taxation

The charity is a registered charity and is therefore exempt from taxation.

10 Tangible fixed assets

	Furniture and equipment £	Total £
Cost		
At 1 April 2021	13,042	13,042
Additions	<u>2,144</u>	<u>2,144</u>
At 31 March 2022	<u>15,186</u>	<u>15,186</u>
Depreciation		
At 1 April 2021	12,629	12,629
Charge for the year	<u>639</u>	<u>639</u>
At 31 March 2022	<u>13,268</u>	<u>13,268</u>
Net book value		
At 31 March 2022	<u>1,918</u>	<u>1,918</u>
At 31 March 2021	<u>413</u>	<u>413</u>

11 Debtors

	2022 £	2021 £
Prepayments	<u>444</u>	<u>335</u>

12 Cash and cash equivalents

	2022 £	2021 £
Cash at bank	<u>32,852</u>	<u>38,326</u>

Play Inclusion Project (PIP)

Notes to the Financial Statements for the Year Ended 31 March 2022

13 Creditors: amounts falling due within one year

	2022 £	2021 £
Other taxation and social security	2,372	1,131
Other creditors	309	100
Pension scheme creditor	989	303
Accruals	4,208	3,900
	<u>7,878</u>	<u>5,434</u>

14 Funds

	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Balance at 31 March 2022 £
Unrestricted funds				
General	19,569	246,633	(239,850)	26,352
Restricted funds	<u>14,071</u>	<u>7,845</u>	<u>(20,932)</u>	<u>984</u>
Total funds	<u>33,640</u>	<u>254,478</u>	<u>(260,782)</u>	<u>27,336</u>
	Balance at 1 April 2020 £	Incoming resources £	Resources expended £	Balance at 31 March 2021 £
Unrestricted funds				
General	20,256	131,054	(131,741)	19,569
Restricted funds	<u>5,804</u>	<u>44,209</u>	<u>(35,942)</u>	<u>14,071</u>
Total funds	<u>26,060</u>	<u>175,263</u>	<u>(167,683)</u>	<u>33,640</u>