

Carefree Cornwall

England & Wales · Charity number 1124492

Details

Other names	CAREFREE - FOSTERING INDEPENDENCE CORNWALL
Status	Registered
Legal form	Charitable company
Company number	06481146
Registered	2008-06-12
Register	View on the Charity Commission register

Contact

Address	Carefree Clinton Passage Redruth TR15 2AY
Phone	01209204333
Email	info@carefreecornwall.org.uk
Website	www.carefreecornwall.org.uk

Activities

Objects: TO ACT AS A RESOURCE FOR YOUNG PEOPLE UP TO THE AGE OF 25 WITH PARTICULAR FOCUS ON THOSE AGED 13 TO 17 LIVING IN CORNWALL AND WHO HAVE BEEN, ARE OR AT RISK OF BEING IN CARE BY PROVIDING ADVICE AND ASSISTANCE AND ORGANISING PROGRAMMES OF PHYSICAL, EDUCATIONAL AND OTHER ACTIVITIES AS A MEANS OF: A ADVANCING IN LIFE AND HELPING THEM BY DEVELOPING THEIR SKILLS, CAPACITIES AND CAPABILITIES TO ENABLE THEM TO PARTICIPATE IN SOCIETY AS INDEPENDENT, MATURE AND RESPONSIBLE INDIVIDUALS. B ADVANCING EDUCATION AND TRAINING. C RELIEVING UNEMPLOYMENT. D PROVIDING RECREATIONAL AND LEISURE TIME ACTIVITY IN THE INTERESTS OF SOCIAL WELFARE FOR YOUNG PEOPLE LIVING IN THE AREA OF BENEFIT WHO HAVE NEED BY REASON OF THEIR YOUTH, AGE, INFIRMITY OR DISABILITY, POVERTY OR SOCIAL AND ECONOMIC CIRCUMSTANCES WITH A VIEW TO IMPROVING THE CONDITIONS OF LIFE OF SUCH PERSONS.

Activities: We work with care experienced young people aged 11-25. Our aim is to give young people in care the chance to have a good life through positive relationships, support at times of transition and influencing the services they receive. We deliver relationship based positive activities and support young people through adolescence and into adulthood through a Leaving Care service.

Classification

- **How:** Provides Services, Provides Advocacy/advice/information, Sponsors Or Undertakes Research
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, Disability, The Prevention Or Relief Of Poverty, Arts/culture/heritage/science, Amateur Sport, Economic/community Development/employment, Human Rights/religious Or Racial Harmony/equality Or Diversity, Recreation
- **Who:** Children/young People, Other Defined Groups

Geography

- **Area of benefit:** CORNWALL
- Cornwall

Finances

Period end	Income	Expenditure	Assets	Employees
2025-12-31	£1,608,113	£1,716,827	£445,635	43
2024-12-31	£1,490,337	£1,422,070	£554,878	36
2023-12-31	£1,377,556	£1,351,223	£486,202	35
2022-12-31	£1,152,210	£1,036,319	£460,198	31
2021-12-31	£877,577	£1,011,714	£343,682	31
2020-12-31	£1,018,145	£786,131	£477,263	28

Trustees

Name	Role	Appointed
Andrew Earle		2023-03-14
Mark Bignell		2026-01-28
Mark Ellis		2019-06-18
Mx Sophie Griffiths		2024-11-13
Nicola Johnson		2021-06-17
Richard Grant		

Accounts

Company registration number 06481146 (England and Wales)

Charity registration number 1124492 (England and Wales)

CAREFREE CORNWALL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

CAREFREE CORNWALL

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	M C Ellis	
	M Bignell	(Appointed 28 January 2026)
	A Earle	
	R Grant	
	S Griffiths	
	N Johnson	
Company Secretary	S M Eggins	
Country of incorporation	United Kingdom (England and Wales)	06481146
Charity registration	England and Wales	1124492
Registered office	Carefree Clinton Passage Redruth Cornwall TR15 2AY	
Auditor	BK Plus Audit Limited 4 Station Road Redruth Cornwall TR15 2AB	
Bankers	CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ	

CAREFREE CORNWALL

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CAREFREE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2025

The trustees present their annual report and financial statements for the year ended 31 December 2025.

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, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" 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)".

Objectives and activities

Public benefit

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

The objects of the Charity are:

To act as a resource for young people up to the age of 25 with particular focus on those aged 13 to 17 living in Cornwall and who have been, are or at risk of being in care by providing advice and assistance and organising programmes of physical, educational and other activities as a means of:

- a) Advancing in life and helping them by developing their skills, capacities and capabilities to enable them to participate in society as independent, mature and responsible individuals;
- b) Advancing education and training;
- c) Relieving unemployment;
- d) Providing recreational and leisure time activity in the interests of social welfare for young people living in the area of benefit who have need by reason of their youth, age, infirmity or disability, poverty or social and economic circumstances with a view to improving the conditions of life of such persons.

The principal activity of the charity is to help young people who are care experienced have a good life, through positive relationships, through support with transitions and through enabling young people to have a voice.

The Charity changed its name from Carefree-Fostering Independence Cornwall to Carefree Cornwall on 24 July 2025.

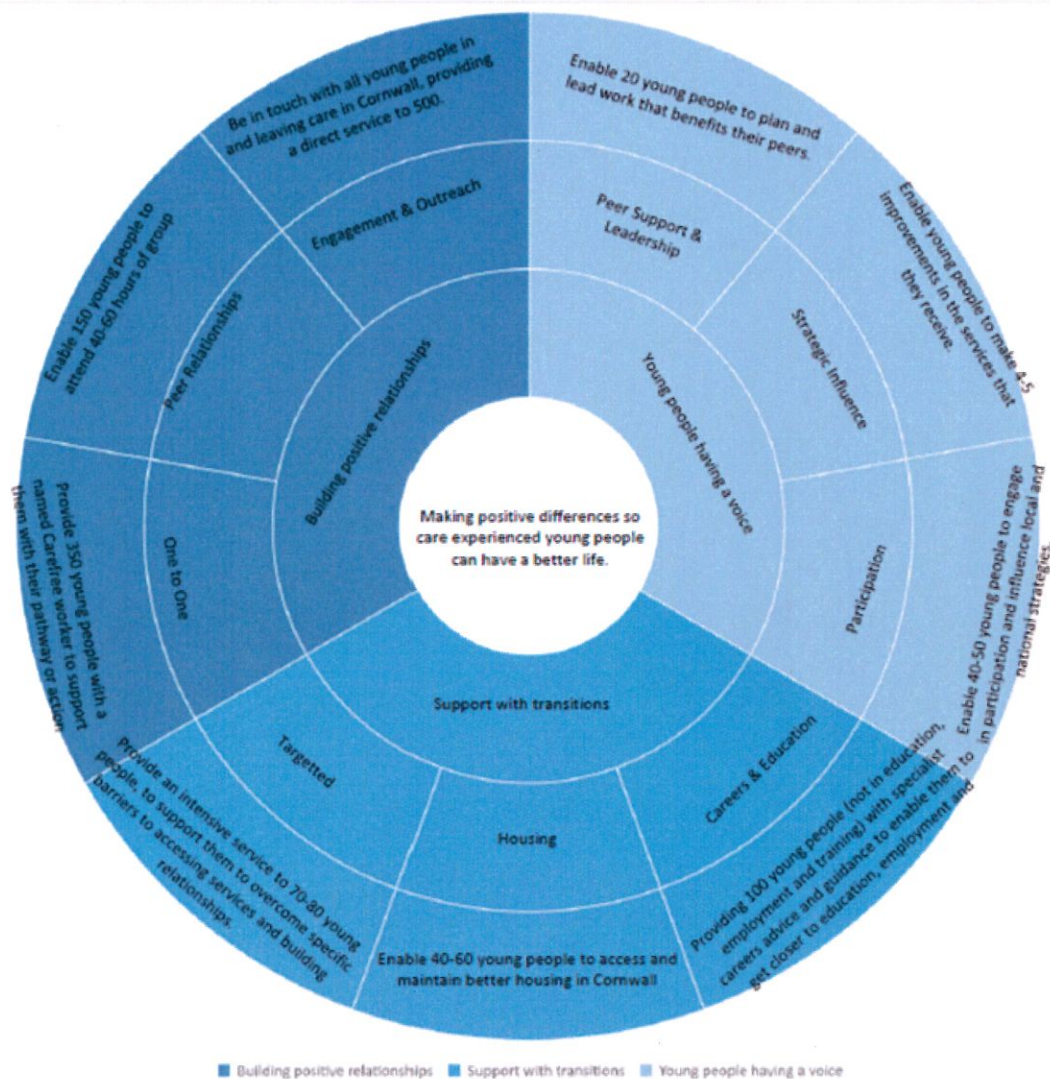
CAREFREE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

Achievements and performance

Significant activities and achievements against objectives

Our Target Outcomes for 2025 are set out below, followed by an infographic of how we achieved them.



CAREFREE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025



Amongst the achievements of 2025, Trustees want to highlight some key areas.

Carefree Cornwall celebrated our 20th Anniversary.

Carefree began as an idea with young people, foster carers, social workers and others in the early 2000's. On January 1st 2005 we began to have paid employees who were able to develop the organisation alongside young people. In July 2025 we celebrated 20 years since our first youth programme began, with an event at Scorrier House Redruth. The highlight of the event was a panel of experts by experience, Carefree Icons, who had experienced Carefree services in their teens and early twenties and who could look back as adults on what it had meant to them. They talked about the support of Personal Advisors, the way Carefree supports young people over many years, Peer mentoring, having a voice and the skills they had developed because of the organisation. One young person said 'Carefree have always made it clear that they were there for you then, they are there for you now and they will be there for you in the future'.

A significant development in 2025 is that we changed our name. When we originally registered with Companies House and then the Charity Commission, we called ourselves 'Carefree Fostering Independence Cornwall' because we thought that a significant outcome of our work would be promoting independent living skills as young people became care leavers. However, it became apparent that the most important thing that young people were gaining from our work involved making friends and having strong relationships with staff. Our focus was really about promoting positive relationships, from which other learning, including independent living skills, would follow. Dropping 'Fostering Independence' in our 20th year was an acknowledgement of this learning.

We supported a record 644 young people.

In the year that we celebrated our 20th anniversary, we also celebrated reaching 100 times more young people than the 6 we began with in 2005.

72 young people engaged in local participation.

In 2025, young people chaired Cornwall's Corporate Parenting Board in two young people's Takeover events, ensuring that relationship based, trauma informed services were a priority along with better housing for care leavers. Young people also helped to recruit and train social workers and foster carers and engaged in National opportunities like the National Leaving Care Benchmarking Forum.

CAREFREE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

91 Care Leavers were enabled to sustain stable housing.

Over the last three years Carefree has moved from supporting young people to campaign for better housing to supporting bespoke accommodation. Through 2025 we developed a team which provided floating support to care leavers in their first homes. Part of this service included delivering supported housing services at a project in St Austell for six care leavers at a time, in partnership with Ocean Housing and Cornwall Council. We have worked closely with these partners to develop the provision as a service to care leavers and have been integrally involved in helping to evaluate the pilot.

33 Young people aged 14-24 volunteering to support others.

In 2025, 33 young people were trained and enabled to support their peers. Young people's leadership and their support of others has been central to our work since Carefree's beginning, when six young people became our first ever Peer Mentors. Young people who are care experienced are a powerful role model to their peers. Engaging young people and connecting with them to enable them to take part in activity that builds positive relationships offers young people lifelong skills in building positive relationships, engaging with communities and having a network to rely on.

61 young people who were Separated Children Seeking Asylum received specialist support to belong and integrate in the Cornish community

In 2025 our Statutory team offered young people who were children seeking asylum without their parents in depth support across 3 months to settle in accommodation, develop English Language skills and access education. Our Voluntary delivery team complemented this work by enabling SCSA young people opportunities to integrate into Cornish culture and share their own culture with Cornish origin care leavers.

What young people said about our service:

- Carefree has played a big part in my life, helping me build connections with others and supporting me to overcome the challenges I have faced over the last 7 years
- Carefree means safety and a place to have fun and be yourself
- Carefree is like my other family
- Carefree helps young people new to the care system meet other young people in care
- Carefree has allowed me to make new friends and try things I would never have tried before
- As a peer mentor, I love helping other young people

Working in Partnership

Throughout 2025, Carefree has worked closely with local and national partners who include:

- Cornwall Council – the social workers, foster carers and PA's who work directly with the young people we serve but also the wider Local Authority as it continues to develop its ability to be a good Corporate Parent
- Health, particularly the designated nurse team for children in care
- Schools and colleges, and Awena, the Virtual School for Children in Care
- Voluntary and Community sector partners that Carefree has grown up with, and learnt so much from along the way – including WILD, BF Adventure, Young People Cornwall, Barnardos, A Band of Brothers, Ocean Housing and the Voluntary Sector Forum
- Our business delivery partners, including Out of the Box IT

CAREFREE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

Financial review

The results for the year are shown in the statement of financial activities on page 12 and show net incoming/ (outgoing) resources for the year of £(109,243) (2024: £68,676), a deficit of £2,070 was generated in respect of unrestricted funds (2024 surplus: £39,177).

Notes 18 and 19 of the financial statements details the Fund balances held by the charity. There is a deficit on the Cornwall Council - 16+ Care Leaver Service restricted fund of £7,973 as at 31 December 2025. This is due to the timing of attributable costs incurred in the period that have been allocated to this fund. The charity is due to receive income in the forthcoming period, as part of the funding agreement, that will eliminate this deficit.

Reserves policy

The charity holds three months running costs plus closure costs at year-end in line with its reserves policy. This is monitored monthly. The balance in unrestricted reserves as at 31 December 2025 is £311,230, comprising designated closure costs of £191,289 and general reserves is £119,941, which is assessed as adequate to support the organisation's financial stability going forwards.

Investment policy

The trustees have considered the most appropriate policy for investing funds and find that the current arrangement with short term bank deposits meets the requirement to generate a reasonable return on capital whilst maintaining access to funds for operational purposes.

Risk management

The trustees have examined the major strategic risks to which the charity is exposed and are satisfied that systems are in place to minimise or mitigate these. The trustees will continue to review potential risks on a regular basis and will take further action to minimise or mitigate these risks as required.

Plans for future periods

Activities planned to achieve aims

Our plans focus on continuing to ensure that care experienced young people have a better life through promoting positive relationships, supporting at times of transition and giving young people a voice. 2026's work will build on our group work for young people from age 11, our one to one advice and guidance and support in leaving care. We will continue to develop our strategic influence in terms of enabling care leavers to find good homes. We will be developing more strategies to offer skilled, intensive support to young people who are finding social engagement more challenging.

Structure, governance and management

Carefree Cornwall is a company limited by Guarantee governed by its Memorandum and Articles of Association dated 23 January 2008 and amended 23 May 2008 and July 24 2025. It became a registered charity with the Charity Commission on 12 June 2008. In the event that the charity is wound up, the members agree to contribute an amount of not more than £10 to the assets of the charity.

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:

M C Ellis

M Bignell

(Appointed 28 January 2026)

A Earle

R Grant

S Griffiths

N Johnson

J B Hampton

(Resigned 16 July 2025)

CAREFREE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

Recruitment and appointment of trustees

The directors of the company are also charity trustees for the purposes of charity law. The trustees may appoint a person who is willing to act to be a trustee. Potential trustees meet the trustees and management prior to the proposal as a trustee. Once appointed, trustees undertake an induction into the working of the charity including observing operational activity, discussions with staff and reading information such as accounts and other evaluation documents.

Organisational structure

The trustees are legally responsible for the overall control and management of the charity. The Chief Executive Officer is responsible for the day-to-day management and administration of the charity and reports to the trustees.

Remuneration policy

The trustees consider the Chief Executive Officer, Finance Manager and People and Contracts Manager to comprise the key management personnel of the charity. The pay of the senior staff is reviewed annually and normally increased in accordance with average earnings. In view of the nature of the charity, the Trustees benchmark against pay levels in other similar organisations.

Disclosure of information to auditors

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

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



M C Ellis
Trustee

Date: 29/4/2026

CAREFREE CORNWALL

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2025

The trustees, who are also the directors of Carefree Cornwall for the purpose 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".

Company law 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, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CAREFREE CORNWALL

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF CAREFREE CORNWALL

Opinion

We have audited the financial statements of Carefree Cornwall (the 'charity') for the year ended 31 December 2025 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2025 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

CAREFREE CORNWALL

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF CAREFREE CORNWALL

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity at the planning stage of the audit. The charity is subject to laws and regulations that directly affect the financial statements, specifically the Companies Act 2006, Charities Act 2011 and Charities Statement of Recommended Practice. We assessed the extent of compliance with laws and regulations as part of our procedures on the related financial statement items. The charity is also subject to laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation or loss of the charity's ability to operate. In making this assessment we determined that the most significant elements of legislation include those relating to employment laws and regulations, health and safety standards and social care.

CAREFREE CORNWALL

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF CAREFREE CORNWALL

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved the following:

- Making enquiries of management regarding their knowledge of any non-compliance with laws and regulations that could affect the financial statements. As part of these enquiries, we also discussed with management changes in risk assessment relating to fraud, and whether there have been any known instances, allegations or suspicions of fraud, of which there were none.
- Considering the filings made at Companies House and any omissions thereon, of which none were identified.
- Discussing with management compliance with health and safety and social care legislation.
- Making enquiries of management and reviewing charity expenditure for any evidence of disputes, actual or potential litigations and claims, with regulators or any other such body.
- Audited the risk of management override of controls, including through testing of journal entries and other adjustments for appropriateness, and evaluating the rationale for significant transactions outside the normal course of charitable activities, of which there were none.
- Reviewed the estimates and judgements made in the financial statements for any indication of bias and challenged assumptions used by management in making the estimates.
- Reviewed Board minutes and correspondence with regulators to corroborate the finding from the above.

Due to the inherent limitations of an audit, there remains a risk that we may not have detected some material misstatements in the financial statements or non-compliance with laws and regulations. This is despite the fact that we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed irregularities are from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. As with any audit, there remained a high risk of non-detection and irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. This risk was reduced by a thorough review of all controls in place that monitor items and transactions affecting the financial statements. The primary responsibility for the prevention and detection of the irregularities and fraud rests with the trustees of the charity.

All relevant laws, regulations and significant risks of fraud identified have been clearly communicated to each member of the audit engagement team.

We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

David Hastings FMAAT, ACA (Senior Statutory Auditor)

For and on behalf of BK Plus Audit Limited, Statutory Auditor
Chartered Certified Accountants

4 Station Road
Redruth
Cornwall
TR15 2AB

Date:

29th April 2016

CAREFREE CORNWALL

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF CAREFREE CORNWALL

BK Plus Audit Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

CAREFREE CORNWALL

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Income from:							
Donations and legacies	3	3,439	-	3,439	11,370	-	11,370
Charitable activities	4	39,601	1,556,399	1,596,000	55,151	1,415,382	1,470,533
Investments	5	8,674	-	8,674	8,434	-	8,434
Total income		51,714	1,556,399	1,608,113	74,955	1,415,382	1,490,337
Expenditure on:							
Charitable activities	6	52,574	1,664,253	1,716,827	36,187	1,385,883	1,422,070
Total expenditure		52,574	1,664,253	1,716,827	36,187	1,385,883	1,422,070
Net gains/(losses) on investments		(529)	-	(529)	409	-	409
Net income/(expenditure)		(1,389)	(107,854)	(109,243)	39,177	29,499	68,676
Transfers between funds		(681)	681	-	(3,878)	3,878	-
Net movement in funds	8	(2,070)	(107,173)	(109,243)	35,299	33,377	68,676
Reconciliation of funds:							
Fund balances at 1 January 2025		313,300	241,578	554,878	278,001	208,201	486,202
Fund balances at 31 December 2025		311,230	134,405	445,635	313,300	241,578	554,878

All of the charity's activities derive from continuing operations during the above two periods.

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

The notes on pages 15 to 35 form part of these financial statements.

CAREFREE CORNWALL

BALANCE SHEET

AS AT 31 DECEMBER 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Tangible assets	12		6,463		5,119
Investments	13		2,355		2,884
			<u>8,818</u>		<u>8,003</u>
Current assets					
Debtors	14	133,249		100,349	
Cash at bank and in hand		408,155		597,378	
		<u>541,404</u>		<u>697,727</u>	
Creditors: amounts falling due within one year	15	(104,587)		(150,852)	
Net current assets			<u>436,817</u>		<u>546,875</u>
Total assets less current liabilities			<u>445,635</u>		<u>554,878</u>
The funds of the charity					
Restricted income funds	18		134,405		241,578
Unrestricted funds	19		311,230		313,300
			<u>445,635</u>		<u>554,878</u>

The notes on pages 15 to 35 form part of these financial statements.

Registration number: 06481146

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 financial statements were approved by the trustees on 29/4/2026



M C Ellis
Trustee

CAREFREE CORNWALL

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	2025 £	£	2024 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	24		(194,383)		180,136
Investing activities					
Purchase of tangible fixed assets		(3,514)		(6,120)	
Purchase of investments		-		(5,359)	
Proceeds from disposal of investments		-		7,926	
Investment income received		8,674		8,434	
Net cash generated from investing activities			5,160		4,881
Net cash generated from financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(189,223)		185,017
Cash and cash equivalents at beginning of year			597,378		412,361
Cash and cash equivalents at end of year			408,155		597,378

The notes on pages 15 to 35 form part of these financial statements.

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

1 Accounting policies

Charity information

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Carefree
Clinton Passage
Redruth
Cornwall
TR15 2AY

1.1 Basis of preparation

The Charity is a public benefit entity as defined by FRS 102.

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, 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)".

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 and 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.

1.2 Going concern

The financial statements have been prepared on a going concern basis.

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.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Investment income is recognised on a receivable basis.

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.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating staff costs by the time spent and other costs by their usage.

Governance costs

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

1.6 Tangible fixed assets

Tangible fixed assets costing £500 or more are capitalised and are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

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.

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:

Fixtures and fittings	25% straight line basis
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Impairment of fixed assets

At each reporting date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indications exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

1 Accounting policies

(Continued)

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 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.

1.9 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.

1.10 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.

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

1 Accounting policies (Continued)

1.11 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.

1.12 Retirement benefits

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

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 2025 £	Unrestricted funds 2024 £
Donations and gifts	3,439	11,370

4 Income from charitable activities

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Income from charitable activities						
Big Lottery	-	47,559	47,559	-	49,908	49,908
BBC Children In Need	-	36,904	36,904	-	34,390	34,390
Bleu Blanc Rouge Foundation	-	75,000	75,000	-	75,000	75,000
Esmeé Fairbairn	-	70,000	70,000	-	50,000	50,000
Cornwall Council Leaving Care Service	-	328,516	328,516	-	334,112	334,112
Cornwall Council Engagement & Participation Service	-	112,588	112,588	-	112,591	112,591
Cornwall Council - Broadening Horizons	-	3,750	3,750	-	25,000	25,000

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

4 Income from charitable activities				(Continued)		
Cornwall Council - Levelling Up	-	-	-	-	37,500	37,500
Cornwall Council - Culture Card	-	4,000	4,000	-	-	-
Cornwall Council - CIAG NEETS	-	24,974	24,974	-	24,974	24,974
Cornwall Council - Separated Children Seeking Asylum	-	99,373	99,373	-	95,187	95,187
Cornwall Council - Tenancy Support Grant	-	52,681	52,681	-	-	-
Cornwall Council - Benan Chy - Housing	-	114,936	114,936	-	-	-
Cornwall Council - EHCP Skills Future	-	9,333	9,333	-	-	-
Other Income	10,056	225	10,281	55,151	500	55,651
DWP Access to Work	-	-	-	-	3,330	3,330
MHCLG	-	86,212	86,212	-	64,659	64,659
Cornwall Council - Multiply	-	17,452	17,452	-	69,299	69,299
Cornwall Council - DWP Household Support Grant	-	19,000	19,000	-	15,500	15,500
Cornwall Council - Compass	-	-	-	-	1,202	1,202
Family Finding Befriending and Mentoring	-	110,789	110,789	-	121,623	121,623
Cornwall Community Foundation - People in Mind	-	12,500	12,500	-	12,500	12,500
Cornwall Council - Youth Engagement Project	-	51,671	51,671	-	72,781	72,781
Awards 4 All	-	-	-	-	20,000	20,000
NHS Universal Family Project	-	8,600	8,600	-	28,300	28,300
Cornwall Voluntary Sector Forum	-	-	-	-	1,150	1,150
Cornwall Community Foundation - Welcome Project	-	-	-	-	5,000	5,000
Cornwall Community Foundation - Careleavers Fund	-	70,000	70,000	-	70,000	70,000
Cornwall Council - People Hub	-	90,836	90,836	-	22,876	22,876
EKB Fund - Health & Wellbeing	-	20,000	20,000	-	20,000	20,000
Cornwall Council - SPF Capacity Building	-	-	-	-	18,000	18,000
Other Grants and contracts	-	40,000	40,000	-	30,000	30,000
Cornwall Community Foundation - Brighter Future Fund	4,545	-	4,545	-	-	-

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

4 Income from charitable activities

(Continued)

Cornwall Community Foundation - Housing Action Fund	-	5,000	5,000	-	-	-
KPMG Fund	25,000	-	25,000	-	-	-
Penlee House Gallery and Museum	-	7,500	7,500	-	-	-
Bolingey Barbarians	-	2,000	2,000	-	-	-
TSJRTrust	-	35,000	35,000	-	-	-
	<u>39,601</u>	<u>1,556,399</u>	<u>1,596,000</u>	<u>55,151</u>	<u>1,415,382</u>	<u>1,470,533</u>

The amounts included in other grants and contracts for this year include the following for specific purposes:
£40,000 - Segelman Trust

Government grants recognised in the financial statements are made up of funds from Cornwall Council, funded by the government.

The amount of grants recognised in the financial statements was £1,126,111 (2024 - £820,900).

5 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Interest receivable	<u>8,674</u>	<u>8,434</u>

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

6 Expenditure on charitable activities

	Expenditure on charitable activities 2025 £	Expenditure on charitable activities 2024 £
Direct costs		
Staff costs	1,280,717	973,156
Depreciation and impairment	2,170	1,464
Activity venue hire	3,752	2,277
Project resources	16,587	14,637
Young peoples travel	51,140	45,365
Other project costs	26,269	25,122
Funds 4 care purchases	34,986	37,090
Household Grants	26,500	28,000
Other Staff Costs	85,134	94,329
	<u>1,527,255</u>	<u>1,221,440</u>
Share of support and governance costs (see note 7)		
Support	178,511	189,722
Governance	11,061	10,908
	<u>1,716,827</u>	<u>1,422,070</u>
Analysis by fund		
Unrestricted funds	52,574	36,187
Restricted funds	1,664,253	1,385,883
	<u>1,716,827</u>	<u>1,422,070</u>

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

7 Support costs allocated to activities

	2025 £	2024 £
Staff costs	105,840	92,392
Rent, rates and insurance	23,493	20,568
Repairs and maintenance	6,760	41,426
Telephone and fax	19,771	15,993
Computer software and maintenance costs	6,469	3,830
Printing, postage and stationery	2,407	4,671
Sundry expenses	788	265
Sundry expenses	9,642	7,382
Cleaning	3,180	3,027
Bank charges	161	168
Governance costs	11,061	10,908
	<u>189,572</u>	<u>200,630</u>
Analysed between:		
Expenditure on charitable activities	<u>189,572</u>	<u>200,630</u>

	2025 £	2024 £
Governance costs comprise:		
Audit fees	5,940	5,940
Accountancy	5,040	4,920
Legal and professional	81	48
	<u>11,061</u>	<u>10,908</u>

8 Net movement in funds

	2025 £	2024 £
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	5,940	5,940
Depreciation of owned tangible fixed assets	<u>2,170</u>	<u>1,464</u>

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

9 Trustees

Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

Mr L Lloyd

£Nil (2024: £296) was reimbursed to Mr L Lloyd, whilst in post as a Trustee, during the year in respect of travel and subsistence expenses.

Mr L Lloyd, whilst in post as a Trustee was also paid a total sum of £Nil (2024: £357) for sessional work undertaken, carried out in accordance with the charity's own Memorandum of Association.

Mr L Lloyd, whilst in post as a Trustee, as an eligible beneficiary of the charity, was also in receipt of £Nil (2024: £154) in respect of grant payments in the year.

Ms J B Hampton

£Nil (2024: £20) was reimbursed to Ms J B Hampton during the year in respect of travel expenses.

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

10 Employees

The average monthly number of employees during the year was:

	2025 Number	2024 Number
Charitable activities	43	36

Employment costs	2025 £	2024 £
Wages and salaries	1,204,665	942,407
Social security costs	127,309	81,891
Other pension costs	54,583	41,250
	1,386,557	1,065,548

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

Remuneration of key management personnel

Key management personnel in 2025 consisted of 3 members of staff (2024: 3). The remuneration of key management personnel was £146,699 (2024: £133,387), being aggregate compensation for their services.

11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

12 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 January 2025	11,105
Additions	3,514
At 31 December 2025	14,619
Depreciation and impairment	
At 1 January 2025	5,986
Depreciation charged in the year	2,170
At 31 December 2025	8,156
Carrying amount	
At 31 December 2025	6,463
At 31 December 2024	5,119

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

13 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2025	2,884
Valuation changes	(529)
	<u>2,355</u>
At 31 December 2025	2,355
Carrying amount	
At 31 December 2025	<u>2,355</u>
At 31 December 2024	<u>2,884</u>

14 Debtors

	2025 £	2024 £
Amounts falling due within one year:		
Trade debtors	174	-
Other debtors	1,433	6,142
Prepayments and accrued income	131,642	94,207
	<u>133,249</u>	<u>100,349</u>

15 Creditors: amounts falling due within one year

	Notes	2025 £	2024 £
Other taxation and social security		29,278	21,131
Deferred income	16	34,974	96,594
Trade creditors		19,036	14,682
Other creditors		-	388
Accruals		21,299	18,057
		<u>104,587</u>	<u>150,852</u>

16 Deferred income

	2025 £	2024 £
Other deferred income	<u>34,974</u>	<u>96,594</u>

Deferred income is included in the financial statements as follows:

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

16 Deferred income

(Continued)

	2025 £	2024 £
Deferred income is included within:		
Current liabilities	34,974	96,594
Movements in the year:		
Deferred income at 1 January 2025	96,594	34,741
Released from previous periods	(96,594)	(34,741)
Resources deferred in the year	34,974	96,594
Deferred income at 31 December 2025	34,974	96,594

Included within deferred income of £34,974 is funding income received in advance for charitable activities in future periods.

17 Retirement benefit schemes

	2025 £	2024 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	54,583	41,250

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 pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £54,583 (2024 - £41,250).

Contributions totalling £Nil (2024 - £388) were payable to the scheme at the end of the year and are included in creditors.

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.

	At 1 January 2025 £	Incoming resources £	Resources expended £	Transfers £	At 31 December 2025 £
Big Lottery Keeping In Touch	12,828	47,559	(49,408)	-	10,979
BBC Children In Need	98	36,904	(37,242)	240	-
Bleu Blanc Rouge Foundation	892	75,000	(72,206)	-	3,686
Esmeé Fairbairn Foundation	46,081	70,000	(72,885)	-	43,196
Cornwall Council - 16+ Care Leaver Service	45,706	328,516	(382,195)	-	(7,973)
Cornwall Council - Participation and Engagement Services	27,490	112,588	(122,125)	-	17,953
MHCLG	5,650	86,212	(91,594)	-	268

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2025

18 Restricted funds

(Continued)

Cornwall Council - Multiply	4	17,452	(17,456)	-	-
Cornwall Council - DWP					
Household Support Grant	7,495	19,000	(26,500)	5	-
Cornwall Council - Culture Card	-	4,000	(4,003)	3	-
Cornwall Council - CIAG					
NEETS	-	24,974	(24,974)	-	-
Cornwall Council - Separated					
Children Seeking Asylum	-	99,373	(98,826)	-	547
Cornwall Council - Tenancy					
Support Grant	-	52,681	(52,875)	194	-
Cornwall Council - Benan Chy -					
Housing	-	114,936	(114,503)	-	433
Cornwall Council - EHCP Skills					
Future	-	9,333	(8,400)	-	933
Learning Partnership - Skills					
Your Way	207	-	(209)	2	-
Segelman Trust	7,590	40,000	(47,329)	-	261
Cornwall Council - Broadening					
Horizons	773	3,750	(4,523)	-	-
Duke of Cornwall - Benevolent					
Fund	19,512	-	(19,512)	-	-
Cornwall Council - Pre tenancy					
Award	375	-	(375)	-	-
Cornwall Community					
Foundation - People In Mind	-	12,500	(12,500)	-	-
Family Finding Befriending and					
Mentoring	-	110,789	(111,014)	225	-
Cornwall Council - Youth					
Engagement Project	-	51,671	(51,470)	-	201
EKB Fund - Health & Wellbeing	-	20,000	(20,000)	-	-
Awards 4 All	14,752	-	(12,544)	-	2,208
Cornwall Community					
Foundation - Welcome Fund	774	-	(779)	5	-
NHS Universal Family Project	6,345	8,600	(14,952)	7	-
Cornwall Community					
Foundation - CCLA Careleaver					
Fund	41,427	70,000	(73,868)	-	37,559
Cornwall Council - SPF People					
Hub	3,494	90,836	(90,809)	-	3,521
Staff gift contributions	85	225	(227)	-	83
Cornwall Community					
Foundation - Housing Action					
Fund	-	5,000	-	-	5,000
Penlee House Gallery and					
Museum	-	7,500	(7,500)	-	-
Bolingey Barbarians	-	2,000	(2,000)	-	-
TSJRTrust	-	35,000	(19,450)	-	15,550
	<u>241,578</u>	<u>1,556,399</u>	<u>(1,664,253)</u>	<u>681</u>	<u>134,405</u>

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

18 Restricted funds

(Continued)

Previous year:	At 1 January 2024	Incoming resources	Resources expended	Transfers	At 31 December 2024
	£	£	£	£	£
Big Lottery Keeping In Touch	11,334	49,907	(48,328)	-	12,913
BBC Children In Need	1,836	34,390	(36,128)	-	98
Bleu Blanc Rouge Foundation	1,321	75,000	(75,429)	-	892
Esmeé Fairbairn Foundation	37,496	50,000	(41,415)	-	46,081
Cornwall Council - 16+ Care Leaver Service	(15,808)	334,112	(272,598)	-	45,706
Cornwall Council - Participation and Engagement Services	15,472	112,591	(100,573)	-	27,490
Cornwall Council - Other	62,249	270,822	(322,004)	2,082	13,149
Listening Fund (Blagrove Trust)	6,252	-	(6,252)	-	-
CHK Foundation	22,868	-	(22,868)	-	-
Learning Partnership - Skills Your Way	5,447	-	(5,240)	-	207
Segelman Trust	-	30,000	(22,410)	-	7,590
Cornwall Council - Broadening Horizons	1,228	25,000	(25,455)	-	773
Duke of Cornwall - Benevolent Fund	51,440	-	(31,928)	-	19,512
Cornwall Council - Pre tenancy Award	6,981	-	(6,606)	-	375
Cornwall Council - Community Levelling Up	-	37,500	(37,500)	-	-
Cornwall Community Foundation - People in Mind	-	12,500	(12,500)	-	-
DWP Access to Work	-	3,330	(3,330)	-	-
DofE Family Finding	-	-	-	-	-
Befriending and Mentoring	-	121,623	(121,623)	-	-
Careers South West - Youth Engagement Project	-	72,781	(72,810)	29	-
EKB Fund - Health & Wellbeing	-	20,000	(20,000)	-	-
Awards 4 All	-	20,000	(5,248)	-	14,752
Cornwall Community Foundation - Welcome Fund	-	5,000	(4,226)	-	774
NHS Universal Family Project	-	28,300	(21,955)	-	6,345
Cornwall Voluntry Sector Forum	-	1,150	(1,150)	-	-
Cornwall Council - SPF Better Homes for Careleavers	-	18,000	(18,000)	-	-
Cornwall Community Foundation - CCLA Careleaver Fund	-	70,000	(28,573)	-	41,427
Cornwall Council - SPF People Hub	-	22,876	(21,149)	1,767	3,494
Staff gift contributions	85	500	(585)	-	85
	<u>208,201</u>	<u>1,415,382</u>	<u>(1,385,883)</u>	<u>3,878</u>	<u>241,578</u>

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

18 Restricted funds

(Continued)

The specific purposes for which the funds are to be applied are as follows:

Unrestricted funds:

These are funds that can be spent freely. The purposes of the designated reserves, as set by the Trustees, is as follows:

The Closure costs fund is to be utilised should the charity cease to operate to ensure that all closure costs can be funded.

Restricted funds:

Big Lottery Keeping In Touch

Group work, social and emotional support, resilience building positive activities to young people aged over 16 who are care experienced.

BBC Children In Need

Peer mentor development.

Bleu Blanc Rouge Foundation

Core funding to enable us to help care experienced young people have better lives.

Esmeé Fairbairn Foundation

Core funding to promote better emotional and mental health, improve local services and influence national services for young people in and leaving care.

Cornwall Council - 16+ Care Leaver Service

For provision of a Personal Advisor service for young people leaving care.

Cornwall Council - Participation and Engagement Services

Enabling young people in and leaving care to associate with their peers and influence the services they receive.

Cornwall Community Foundation

CCLA fund - to improve outcomes for care leavers ages 18 and above including with Housing and emotional well being.

People in Mind - enabling care experienced young people to build social connection to improve emotional well being.

Welcome Fund - to support work with young people who are Separated Children Seeking Asylum.

Cornwall Council

Youth Engagement Project (Yep!) promoting better education and employment engagement.

Department of Education

Family Finding, Befriending and Mentoring fund enabling in depth support to young people to enable them to engage with positive activities.

Segelman Trust

Core funding to enable us to help care experienced young people have better lives.

TSJRTrust

Funding towards the costs of Carefree Cornwall's early intervention programmes for care experienced children/young people aged 11-17.

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2025

19 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 January 2025	Incoming resources	Resources expended	Transfers	Gains and losses	At 31 December 2025
	£	£	£	£	£	£
Closure costs	209,073	-	-	(17,784)	-	191,289
General funds	104,227	51,714	(52,574)	17,103	(529)	119,941
	<u>313,300</u>	<u>51,714</u>	<u>(52,574)</u>	<u>(681)</u>	<u>(529)</u>	<u>311,230</u>
Previous year:	At 1 January 2024	Incoming resources	Resources expended	Transfers	Gains and losses	At 31 December 2024
	£	£	£	£	£	£
Closure costs	162,843	-	-	46,230	-	209,073
General funds	115,158	74,955	(36,187)	(50,108)	409	104,227
	<u>278,001</u>	<u>74,955</u>	<u>(36,187)</u>	<u>(3,878)</u>	<u>409</u>	<u>313,300</u>

20 Analysis of net assets between funds

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £
At 31 December 2025:			
Tangible assets	-	6,463	6,463
Investments	2,355	-	2,355
Current assets/(liabilities)	308,875	127,942	436,817
	<u>311,230</u>	<u>134,405</u>	<u>445,635</u>
	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 31 December 2024:			
Tangible assets	-	5,119	5,119
Investments	2,884	-	2,884
Current assets/(liabilities)	310,416	236,459	546,875
	<u>313,300</u>	<u>241,578</u>	<u>554,878</u>

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

21 Operating lease commitments

Lessee

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2025 £	2024 £
Within one year	614	2,414
Between two and five years	-	511
	<u>614</u>	<u>2,925</u>

22 Contingent assets

The BBC Children In Need grant is a multi-year grant that provides for the expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 3-year grant to August 2026 to receive the following per year - £35,950, £36,662, £37,388.

The Big Lottery Keeping In Touch grant is a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 5-year grant to September 2026 to receive a total of £209,463 over the length of the agreement.

The Esmeé Fairbairn grant is a multi-year grant that provides for the expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 3-year grant to September 2028 to receive £70,000 per year.

The Separated Children Seeking Asylum contract is covered by a multi-year award that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The contract is a year-on-year award to receive around £100,006 per year.

The PA & Homelessness project is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The contract is a year-on-year award to receive around £86,212 per year.

The 16+ Leaving Care Services project is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 5-year grant to June 2026 to receive £285,668 per year, subject to uplifts.

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

22 Contingent assets

(Continued)

The Engagement & Participation Service project is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 5-year grant to June 2026 to receive £112,588 per year.

The Family finding, Befriending and Mentoring Programme is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. This is a grant to March 2026 to receive a total of £119,477 over the length of the agreement.

The Cornwall Council - Youth Engagement Project is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a grant to March 2026 to receive a total of £42,223 over the length of the agreement.

The Cornwall and the Isles of Scilly People Hub is covered by a grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore no been included in the current year accounts. The grant is to March 2026 to receive a total of £84,634 over the length of the agreement.

The CCF - Housing Action Fund is covered by a grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore no been included in the current year accounts. The grant is to December 2026 to receive a total of £5,000 over the length of the agreement.

The CCF - Wellbeing for Care Experienced Young People is covered by a grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore no been included in the current year accounts. The grant is for 2026 to receive a total of £7,190 over the length of the agreement.

The Cornwall Council - EHCP Skills Future is covered by a grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore no been included in the current year accounts. The grant is to July 2026 to receive a total of £28,000 over the length of the agreement.

The TSJRTrust is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore no been included in the current year accounts. The grant is to December 2027 to receive a total of £137,378 over the length of the agreement.

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

22 Contingent assets

(Continued)

The Segelman Trust is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore no been included in the current year accounts. The grant is a 4-year grant to January 2029 to receive £40,000 per year.

The Bleu Blanc Rouge Foundation is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore no been included in the current year accounts. The grant is a 3-year grant to December 2028 to receive £75,000 per year.

The CCF Care Leaver Fund is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore no been included in the current year accounts. The grant is a 3-year grant to June 2027 to receive £70,000 per year.

At the year-end, the charity had been notified that it would be recipient to a donation based on the sale of a property. This has not been included in the Statement of Financial Activities because the conditions for recognition have not been met as at the year-end.

23 Related party transactions

Transactions totalling £168 (2024: £67) relating to casual employment of a close family member of one of the key management personnel took place during the year. There were £nil amounts outstanding as at 31 December 2025 (2024: £nil). The individual's details have been omitted for the protection of the persons concerned in accordance with paragraph 1.29 of the SORP.

The aggregate amount of donations received without conditions from the trustees was £60 (2024: £100).

The charity is controlled by the trustees who are all directors of the company.

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

24	Cash (absorbed by)/generated from operations	2025 £	2024 £
	(Deficit)/surplus for the year	(109,243)	68,676
	Adjustments for:		
	Investment income recognised in statement of financial activities	(8,674)	(8,434)
	Fair value gains and losses on investments	529	(409)
	Depreciation and impairment of tangible fixed assets	2,170	1,464
	Movements in working capital:		
	(Increase)/decrease in debtors	(32,900)	63,242
	Increase/(decrease) in creditors	15,355	(6,256)
	(Decrease)/increase in deferred income	(61,620)	61,853
	Cash (absorbed by)/generated from operations	<u>(194,383)</u>	<u>180,136</u>

All of the cash flows are derived from continuing operations during the above two periods.

CAREFREE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) *FOR THE YEAR ENDED 31 DECEMBER 2025*

25 Analysis of changes in net funds

The charity had no material debt during the year.

Carefree Cornwall

England & Wales - Charity number 1124492

Accounts

Company registration number: 06481146

Charity registration number: 1124492

Carefree-Fostering Independence Cornwall

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2024

Carefree-Fostering Independence Cornwall

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Carefree-Fostering Independence Cornwall

Reference and Administrative Details

Trustees	Ms J B Hampton
	Mr M C Ellis
	Mr A Earle
	Ms N D Johnson
	Mr R Grant
	Mr L Lloyd (resigned 13 November 2024)
	Mx S Griffiths (appointed 13 November 2024)
Company Secretary	Ms S M Eggins
Charity Registration Number	1124492
Company Registration Number	06481146
Registered Office	Carefree Clinton Passage Redruth Cornwall TR15 2AY
Auditor	BK Plus Audit Limited 3 Chapel Street Redruth Cornwall TR15 2BY
Bankers	CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ

Carefree-Fostering Independence Cornwall

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 December 2024.

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 Memorandum and Articles of Association, the Companies Act 2006, the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019).

Objectives and activities

Objects and aims

The objects of the Charity are:

To act as a resource for young people up to the age of 25 with particular focus on those aged 13 to 17 living in Cornwall and who have been, are or at risk of being in care by providing advice and assistance and organising programmes of physical, educational and other activities as a means of:

- a) Advancing in life and helping them by developing their skills, capacities and capabilities to enable them to participate in society as independent, mature and responsible individuals;
- b) Advancing education and training;
- c) Relieving unemployment;
- d) Providing recreational and leisure time activity in the interests of social welfare for young people living in the area of benefit who have need by reason of their youth, age, infirmity or disability, poverty or social and economic circumstances with a view to improving the conditions of life of such persons.

The principal activity of the charity is to help young people who are care experienced have a good life, through positive relationships, through support with transitions and through enabling young people to have a voice.

Public benefit

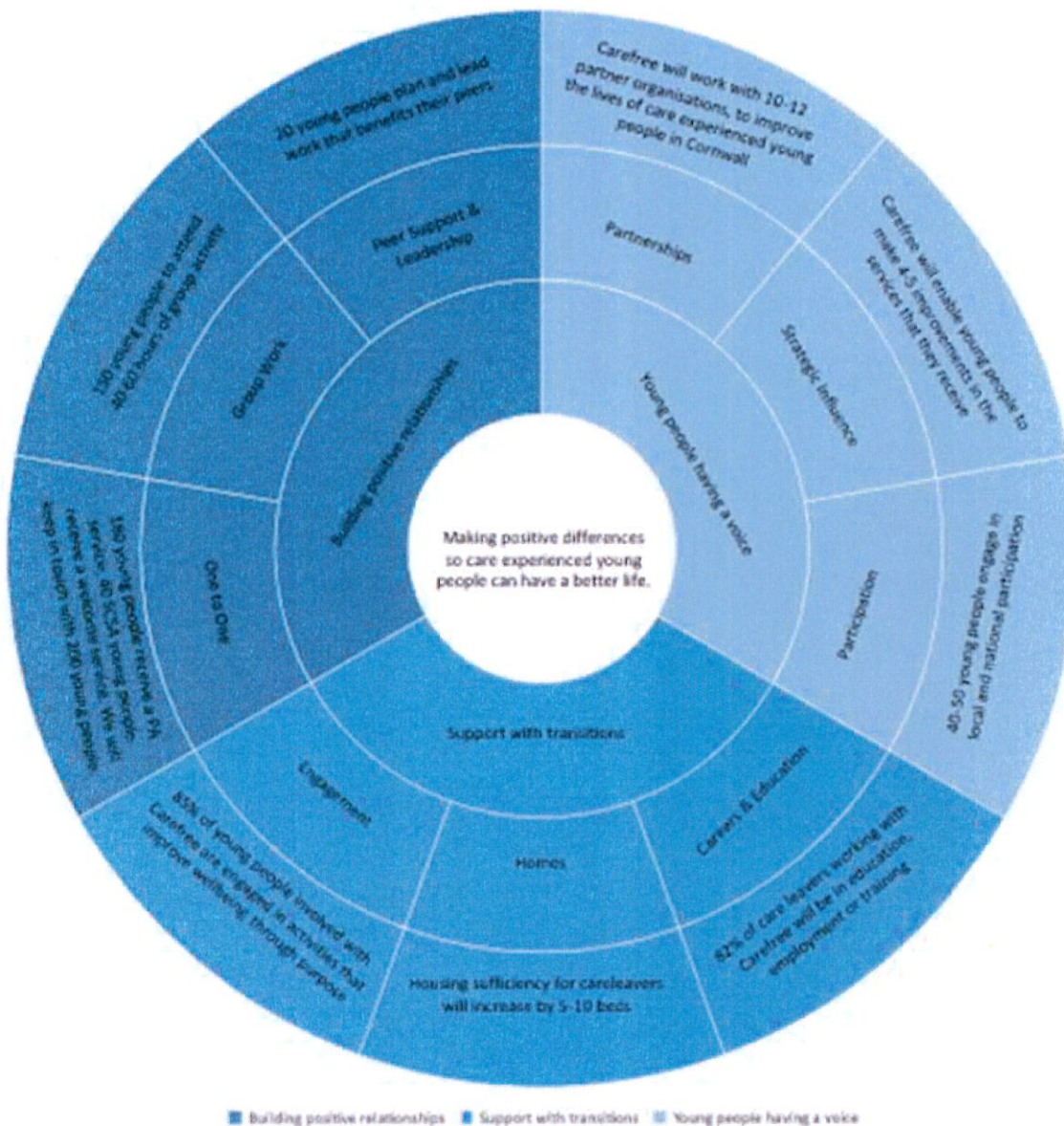
The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Carefree-Fostering Independence Cornwall

Trustees' Report

Achievements and performance

Our Target Outcomes for 2024 are set out below, followed by an infographic of how we achieved them.



Carefree-Fostering Independence Cornwall

Trustees' Report



Amongst the achievements of 2024, Trustees want to highlight some key areas.

53 young people engaged in local participation

In 2024, young people continued to influence and lead the work for Cornwall's Corporate Parenting Board, working on these three top priorities;

1. Increasing relationship based, trauma informed services which offer young people in and leaving care consistency, a sense of permanence and help to understand their own lived experience and enable them to learn, grow and be healthy
2. Better housing options for young people in and leaving care
3. Cornwall Council treating Care Experience as a protected Characteristic

These areas are all long term pieces of work but examples across 2024 included young people helping to recruit and train social workers and foster carers, advice to Health Professionals about the experience and wishes of young people in and leaving care and a significant Housing campaign, leading directly to improved tenancy support for care leavers. In January 2025 Carefree has been working with Cornwall Council and Ocean Housing to open Cornwall's first Care leaver Housing Project.

Carefree-Fostering Independence Cornwall

Trustees' Report

20 - 30 Young people aged 14-24 volunteering to support others

In 2024, 31 young people were trained and enabled to support their peers. Young people's leadership and their support of others has been central to our work since Carefree's beginning, when six young people became our first ever Peer Mentors. Young people who are care experienced are a very powerful role model to their peers. Engaging young people and connecting with them to enable them to take part in activity that builds positive relationships offers young people lifelong skills in building positive relationships, engaging with communities and having a network to rely on.

30 Asylum Seeking and Refugee children welcomed and supported

In our third year of helping young people who came in to the care of Cornwall Council because they were Separated Children Seeking Asylum, we supported 73 young people. The young people received a range of services. They were supported on arrival by a Specialist Support Worker, enabled to settle in accommodation and engage with Cornish culture as well as sharing the culture of their country of origin. Young people who came to us as SCSA young people engaged in learning how to support others, including becoming peer mentors for young people across Carefree.

160 - 180 young people receiving a PA service

In 2024, Carefree celebrated eight years of delivering part of Cornwall Council's Personal Advisor service to young people leaving care. This was the biggest change that Carefree has had to date, and the change has had a huge impact on our work. Trustees are aware that the move into co-delivering some statutory services alongside the Local Authority has helped Carefree mature as an organisation. Our very skilled and experienced PA's work on a one to one basis with care leavers, being persistent in their support of young people, enabling those young people to know that there is a consistent adult to support them in their transition between being a child in care and an adult participating independently within society. PA's are also the route through which many young people are enabled to benefit from wider Carefree services, including our Careers service which helped 119 young people obtain, or get closer to, Education Employment or Training in 2024.

Working in Partnership

Throughout 2024, Carefree has worked closely with local and national partners who include:

- Cornwall Council - the social workers, foster carers and PA's who work directly with the young people we serve but also the wider Local Authority as it continues to develop its ability to be a good Corporate Parent
- Health, particularly the designated nurse team for children in care
- Schools and colleges, and Awen, the Virtual School for Children in Care
- Voluntary and Community sector partners that Carefree has grown up with, and learnt so much from along the way - including WILD, BF Adventure, Young People Cornwall, Barnardos, A Band of Brothers and the CAB
- Our Business delivery partners, including Out of the box IT and Sapience HR

Financial review

The results for the year are shown in the statement of financial activities on page 13 and show net incoming/(outgoing) resources for the year of £68,676 (2023: £26,004), a surplus of £39,177 was generated in respect of unrestricted funds (2023: £6,187).

Note 21 of the financial statements details the Fund balances held by the charity.

Policy on reserves

The charity holds three months running costs plus closure costs at year-end in line with its reserves policy. This is monitored monthly. The balance in unrestricted reserves as at 31 December 2024 is £313,300, comprising designated closure costs of £209,073 and general reserves is £104,227, which is assessed as adequate to support the organisation's financial stability going forwards.

Investment policy and objectives

The trustees have considered the most appropriate policy for investing funds and find that the current arrangement with short term bank deposits meets the requirement to generate a reasonable return on capital whilst maintaining access to funds for operational purposes.

Carefree-Fostering Independence Cornwall

Trustees' Report

Plans for future periods

Activities planned to achieve aims

Our plans focus on continuing to ensure that care experienced young people have a better life through promoting positive relationships, supporting at times of transition and giving young people a voice.

2025's work will build on our group work for young people from age 11, our one to one advice and guidance and support in leaving care. We will continue to develop our strategic influence in terms of enabling care leavers to find good homes. We will be developing more strategies to offer skilled, intensive support to young people who are finding social engagement more challenging.

Trustees and officers

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

Trustees:	Ms J B Hampton
	Mr M C Ellis
	Mr A Earle
	Ms N D Johnson
	Mr R Grant
	Mr L Lloyd (resigned 13 November 2024)
	Mx S Griffiths (appointed 13 November 2024)

Company Secretary:	Ms S M Eggins
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Structure, governance and management

Governing document

Carefree-Fostering Independence Cornwall is a company limited by Guarantee governed by its Memorandum and Articles of Association dated 23 January 2008 and amended 23 May 2008. It became a registered charity with the Charity Commission on 12 June 2008. In the event that the charity is wound up, the members agree to contribute an amount of not more than £10 to the assets of the charity.

Recruitment and induction of trustees

The directors of the company are also charity trustees for the purposes of charity law. The trustees may appoint a person who is willing to act to be a trustee. Potential trustees meet the trustees and management prior to the proposal as a trustee. Once appointed, trustees undertake an induction into the working of the charity including observing operational activity, discussions with staff and reading information such as accounts and other evaluation documents.

Arrangements for setting key management personnel remuneration

The trustees consider the Chief Executive Officer, Finance Manager and HR Manager to comprise the key management personnel of the charity.

The pay of the senior staff is reviewed annually and normally increased in accordance with average earnings. In view of the nature of the charity, the Trustees benchmark against pay levels in other similar organisations.

Organisation

The trustees are legally responsible for the overall control and management of the charity. The Chief Executive Officer is responsible for the day-to-day management and administration of the charity and reports to the trustees.

Carefree-Fostering Independence Cornwall

Trustees' Report

Risk management

The trustees have examined the major strategic risks to which the charity is exposed and are satisfied that systems are in place to minimise or mitigate these. The trustees will continue to review potential risks on a regular basis and will take further action to minimise or mitigate these risks as required.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on 25/4/25 and signed on its behalf by:



Mr M C Ellis
Trustee

Carefree-Fostering Independence Cornwall

Statement of Trustees' Responsibilities

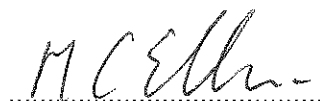
The trustees (who are also the directors of Carefree-Fostering Independence Cornwall for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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.

Approved by the trustees of the charity on 25/4/25 and signed on its behalf by:



Mr M C Ellis
Trustee

Carefree-Fostering Independence Cornwall

Independent Auditor's Report to the Members of Carefree-Fostering Independence Cornwall

Opinion

We have audited the financial statements of Carefree-Fostering Independence Cornwall (the 'charity') for the year ended 31 December 2024, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Carefree-Fostering Independence Cornwall

Independent Auditor's Report to the Members of Carefree-Fostering Independence Cornwall

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 8), the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Carefree-Fostering Independence Cornwall

Independent Auditor's Report to the Members of Carefree-Fostering Independence Cornwall

We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity at the planning stage of the audit. The charity is subject to laws and regulations that directly affect the financial statements, specifically the Companies Act 2006, Charities Act 2011 and Charities Statement of Recommended Practice. We assessed the extent of compliance with laws and regulations as part of our procedures on the related financial statement items. The charity is also subject to laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation or loss of the charity's ability to operate. In making this assessment we determined that the most significant elements of legislation include those relating to employment laws and regulations, health and safety standards and social care.

Basis on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved the following:

- Making enquiries of management regarding their knowledge of any non-compliance with laws and regulations that could affect the financial statements. As part of these enquiries, we also discussed with management changes in risk assessment relating to fraud, and whether there have been any known instances, allegations or suspicions of fraud, of which there were none.
- Considering the filings made at Companies House and any omissions thereon, of which none were identified.
- Discussing with management compliance with health and safety and social care legislation.
- Making enquiries of management and reviewing charity expenditure for any evidence of disputes, actual or potential litigations and claims, with regulators or any other such body.
- Audited the risk of management override of controls, including through testing of journal entries and other adjustments for appropriateness, and evaluating the rationale for significant transactions outside the normal course of charitable activities, of which there were none.
- Reviewed the estimates and judgements made in the financial statements for any indication of bias and challenged assumptions used by management in making the estimates.
- Reviewed Board minutes and correspondence with regulators to corroborate the findings from the above.

Due to the inherent limitations of an audit, there remains a risk that we may not have detected some material misstatements in the financial statements or non-compliance with laws and regulations. This is despite the fact that we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed irregularities are from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. As with any audit, there remained a high risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. This risk was reduced by a thorough review of all controls in place that monitor items and transactions affecting the financial statements. The primary responsibility for the prevention and detection of irregularities and fraud rests with the trustees of the charity.

All relevant laws, regulations and significant risks of fraud identified have been clearly communicated to each member of the audit engagement team.

We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Carefree-Fostering Independence Cornwall

Independent Auditor's Report to the Members of Carefree-Fostering Independence Cornwall

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

BK Plus

David Hastings FMAAT ACA (Senior Statutory Auditor)
For and on behalf of BK Plus Audit Limited, Statutory Auditor

3 Chapel Street
Redruth
Cornwall
TR15 2BY

Date:

25th April 2025

Carefree-Fostering Independence Cornwall

Statement of Financial Activities for the Year Ended 31 December 2024

(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £	Total 2023 £
Income and Endowments from:					
Donations and legacies	3	11,370	-	11,370	12,517
Charitable activities	4	55,151	1,415,382	1,470,533	1,360,822
Investment income	5	8,434	-	8,434	4,217
Total income		<u>74,955</u>	<u>1,415,382</u>	<u>1,490,337</u>	<u>1,377,556</u>
Expenditure on:					
Charitable activities	6	<u>(36,187)</u>	<u>(1,385,883)</u>	<u>(1,422,070)</u>	<u>(1,351,223)</u>
Total expenditure		<u>(36,187)</u>	<u>(1,385,883)</u>	<u>(1,422,070)</u>	<u>(1,351,223)</u>
Gains/losses on investment assets		<u>409</u>	<u>-</u>	<u>409</u>	<u>(329)</u>
Net income		39,177	29,499	68,676	26,004
Transfers between funds		<u>(3,878)</u>	<u>3,878</u>	<u>-</u>	<u>-</u>
Net movement in funds		35,299	33,377	68,676	26,004
Reconciliation of funds					
Total funds brought forward		<u>278,001</u>	<u>208,201</u>	<u>486,202</u>	<u>460,198</u>
Total funds carried forward	21	<u>313,300</u>	<u>241,578</u>	<u>554,878</u>	<u>486,202</u>

All of the charity's activities derive from continuing operations during the above two periods.

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

The funds breakdown for 2023 is shown in note 21.

The notes on pages 16 to 32 form an integral part of these financial statements.

Carefree-Fostering Independence Cornwall

(Registration number: 06481146)
Balance Sheet as at 31 December 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	13	5,119	463
Investments	14	<u>2,884</u>	<u>5,042</u>
		<u>8,003</u>	<u>5,505</u>
Current assets			
Debtors	15	100,349	163,591
Cash at bank and in hand		<u>597,378</u>	<u>412,361</u>
		697,727	575,952
Creditors: Amounts falling due within one year	16	<u>(150,852)</u>	<u>(95,255)</u>
Net current assets		<u>546,875</u>	<u>480,697</u>
Net assets		<u>554,878</u>	<u>486,202</u>
Funds of the charity:			
Restricted income funds			
Restricted funds	21	241,578	208,201
Unrestricted income funds			
Unrestricted funds		<u>313,300</u>	<u>278,001</u>
Total funds	21	<u>554,878</u>	<u>486,202</u>

The financial statements on pages 13 to 32 were approved by the trustees, and authorised for issue on 25/4/25 and signed on their behalf by:


.....
Mr M C Ellis
Trustee

The notes on pages 16 to 32 form an integral part of these financial statements.

Carefree-Fostering Independence Cornwall

Statement of Cash Flows for the Year Ended 31 December 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Net cash income		68,676	26,004
Adjustments to cash flows from non-cash items			
Depreciation		1,464	66
Investment income	5	(8,434)	(4,217)
Revaluation of investments		<u>(409)</u>	<u>329</u>
		61,297	22,182
Working capital adjustments			
Decrease/(increase) in debtors	15	63,242	(14,524)
(Decrease)/increase in creditors	16	(6,256)	20,705
Increase in deferred income		<u>61,853</u>	<u>34,741</u>
Net cash flows from operating activities		<u>180,136</u>	<u>63,104</u>
Cash flows from investing activities			
Interest receivable and similar income	5	8,434	4,217
Purchase of tangible fixed assets	13	(6,120)	(529)
Purchase of investments	14	(5,359)	-
Sale of investments		<u>7,926</u>	<u>852</u>
Net cash flows from investing activities		<u>4,881</u>	<u>4,540</u>
Net increase in cash and cash equivalents		185,017	67,644
Cash and cash equivalents at 1 January		<u>412,361</u>	<u>344,717</u>
Cash and cash equivalents at 31 December		<u><u>597,378</u></u>	<u><u>412,361</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 16 to 32 form an integral part of these financial statements.

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Carefree
Clinton Passage
Redruth
Cornwall
TR15 2AY

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 the charity's Memorandum and Articles of Association, 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)".

Basis of preparation

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.

Going concern

The financial statements have been prepared on a going concern basis.

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.

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

Critical accounting estimates and judgements

In 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.

Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Investment income is recognised on a receivable basis.

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.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

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.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating staff costs by the time spent and other costs by their usage.

Governance costs

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

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

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

Tangible fixed assets costing £500 or more are capitalised and are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

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.

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% straight line basis

Impairment of fixed assets

At each reporting date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

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.

Fund structure

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

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

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

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.

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

Pensions and other post retirement obligations

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

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.

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

3 Income from donations and legacies

	Unrestricted funds General £	Total 2024 £	Total 2023 £
Donations and legacies;			
Donations and gifts	11,370	11,370	12,517
	<u>11,370</u>	<u>11,370</u>	<u>12,517</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

4 Income from charitable activities

	Unrestricted funds General £	Restricted funds £	Total 2024 £	Total 2023 £
Big Lottery	-	49,908	49,908	51,097
BBC Children In Need	-	34,390	34,390	33,534
Bleu Blanc Rouge Foundation	-	75,000	75,000	78,750
Esmeé Fairbairn	-	50,000	50,000	69,562
Cornwall Council Leaving Care Service	-	334,112	334,112	285,665
Cornwall Council Engagement & Participation Service	-	112,591	112,591	112,584
CHK Foundation	-	-	-	89,250
Cornwall Community Foundation - ICBMHW	-	-	-	10,000
Cornwall Council - Broadening Horizons	-	25,000	25,000	21,250
Duke of Cornwall Benevolent Fund	-	-	-	70,000
Cornwall Council Pre tenancy Award	-	-	-	9,199
Cornwall Council - Levelling Up	-	37,500	37,500	37,500
Cornwall Community Foundation Public Transport Challenge	-	-	-	5,000
Other Income	55,151	500	55,651	25,247
DWP Access to Work	-	3,330	3,330	3,469
Cornwall Council - Other	-	270,821	270,821	309,193
D of E Family Finding Befriending and Mentoring	-	121,623	121,623	13,140
Learning Partnership - Skills Your Way	-	-	-	53,722
Cornwall Community Foundation - People in Mind	-	12,500	12,500	-
Careers South West - Youth Engagement Project	-	72,781	72,781	-
Awards 4 All	-	20,000	20,000	-
NHS Universal Family Project	-	28,300	28,300	-
Cornwall Voluntary Sector Forum	-	1,150	1,150	-
Cornwall Community Foundation - Welcome Project	-	5,000	5,000	-
Cornwall Community Foundation - Careleavers Fund	-	70,000	70,000	-
Cornwall Council - People Hub	-	22,876	22,876	-
EKB Fund - Health & Wellbeing	-	20,000	20,000	-
Cornwall Council - SPF Capacity Building	-	18,000	18,000	-
Other Grants and contracts	-	30,000	30,000	82,660
	<u>55,151</u>	<u>1,415,382</u>	<u>1,470,533</u>	<u>1,360,822</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

Other Cornwall Council grants and contracts of £270,821 have enabled the charity to deliver specialist support to prevent Care Leavers becoming homeless, work with the Multiply initiative to enable care leavers who do not yet hold a level 2 qualification in maths, deliver specialist support to help Separated Children Seeking Asylum and offer careers guidance and support including through the Compass programme.

The amounts included in other grants and contracts for this year include the following for specific purposes:
£30,000 - Segelman Trust

5 Investment income

	Unrestricted funds General £	Total 2024 £	Total 2023 £
Interest receivable and similar income;			
Bank interest receivable	8,434	8,434	4,217

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total 2024 £	Total 2023 £
Staff costs		30,951	1,036,534	1,067,485	1,047,145
Depreciation and impairment		-	1,464	1,464	66
Activity venue hire		-	2,277	2,277	4,796
Project resources		-	14,637	14,637	15,527
Young peoples travel		1,834	43,531	45,365	39,545
Other project costs		-	25,122	25,122	22,412
Funds 4 care purchases		-	37,090	37,090	39,855
Household Grants		-	28,000	28,000	13,314
Allocated support costs	7	3,402	186,320	189,722	157,717
Governance costs	7	-	10,908	10,908	10,846
		<u>36,187</u>	<u>1,385,883</u>	<u>1,422,070</u>	<u>1,351,223</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

7 Analysis of governance and support costs

Support costs

	Unrestricted funds General £	Restricted funds £	Total 2024 £	Total 2023 £
Staff costs	2,035	90,357	92,392	57,036
Rent, rates and insurance	1,050	19,518	20,568	23,533
Repairs and maintenance	52	41,374	41,426	41,433
Telephone and fax	-	15,993	15,993	15,551
Computer software and maintenance costs	-	3,830	3,830	5,501
Printing, postage and stationery	-	4,671	4,671	5,501
Sundry expenses	265	7,382	7,647	6,288
Cleaning	-	3,027	3,027	2,754
Bank charges	-	168	168	120
	<u>3,402</u>	<u>186,320</u>	<u>189,722</u>	<u>157,717</u>

Governance costs

	Restricted funds £	Total 2024 £	Total 2023 £
Audit of the financial statements	5,940	5,940	5,940
Accountancy	4,920	4,920	4,858
Legal & Professional fees	48	48	48
	<u>10,908</u>	<u>10,908</u>	<u>10,846</u>

8 Government grants

Government grants recognised in the financial statements are made up of funds from Cornwall Council, funded by the government.

The amount of grants recognised in the financial statements was £820,900 (2023 - £775,391).

9 Net incoming/outgoing resources

Net incoming resources for the year include:

	2024 £	2023 £
Audit fees	5,940	5,940
Depreciation of fixed assets	<u>1,464</u>	<u>66</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

10 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

Mr L Lloyd

£296 (2023: £24) was reimbursed to Mr L Lloyd during the year in respect of travel expenses.

Mr L Lloyd was also paid a total sum of £357 (2023: £274) for sessional work undertaken, carried out in accordance with the charity's own Memorandum of Association.

Mr L Lloyd, as an eligible beneficiary of the charity, was also in receipt of £154 (2023: £282) in respect of grant payments in the year.

Ms J B Hampton

£20 (2023: £19) was reimbursed to Ms J B Hampton during the year in respect of travel expenses.

11 Staff costs

The aggregate payroll costs were as follows:

	2024 £	2023 £
Staff costs during the year were:		
Wages and salaries	942,407	900,820
Social security costs	81,891	75,434
Pension costs	41,250	39,967
	<u>1,065,548</u>	<u>1,016,221</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:

	2024 No	2023 No
Charitable activities	<u>36</u>	<u>35</u>

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

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

12 Taxation

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

13 Tangible fixed assets

	Fixtures and fittings £	Total £
Cost		
At 1 January 2024	4,985	4,985
Additions	<u>6,120</u>	<u>6,120</u>
At 31 December 2024	<u>11,105</u>	<u>11,105</u>
Depreciation		
At 1 January 2024	4,522	4,522
Charge for the year	<u>1,464</u>	<u>1,464</u>
At 31 December 2024	<u>5,986</u>	<u>5,986</u>
Net book value		
At 31 December 2024	<u>5,119</u>	<u>5,119</u>
At 31 December 2023	<u>463</u>	<u>463</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

14 Fixed asset investments

	Listed investments £	Total £
Cost or Valuation		
At 1 January 2024	5,042	5,042
Revaluation	409	409
Additions	5,359	5,359
Disposals	<u>(7,926)</u>	<u>(7,926)</u>
At 31 December 2024	<u>2,884</u>	<u>2,884</u>
Net book value		
At 31 December 2024	<u>2,884</u>	<u>2,884</u>
At 31 December 2023	<u>5,042</u>	<u>5,042</u>

15 Debtors

	2024 £	2023 £
Trade debtors	-	36,988
Prepayments	5,733	8,760
Accrued income	88,474	115,639
Other debtors	<u>6,142</u>	<u>2,204</u>
	<u>100,349</u>	<u>163,591</u>

16 Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	14,682	5,098
Other taxation and social security	21,131	-
Other creditors	388	-
Accruals	18,057	55,416
Deferred income	<u>96,594</u>	<u>34,741</u>
	<u>150,852</u>	<u>95,255</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

17 Obligations under leases and hire purchase contracts

Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2024 £	2023 £
Land and buildings		
Within one year	<u>1,800</u>	<u>1,800</u>
Other		
Within one year	614	614
Between one and five years	<u>511</u>	<u>1,125</u>
	<u>1,125</u>	<u>1,739</u>

18 Pension and other schemes

Defined contribution pension scheme

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 pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £41,250 (2023 - £39,967).

Contributions totalling £388 (2023 - £nil) were payable to the scheme at the end of the year and are included in creditors.

19 Commitments

Other financial commitments

The charity was committed to building refurbishment works as at the prior year-end. These were funded in full as part of the Community Levelling Up programme.

The total amount of other financial commitments not provided in the financial statements was £Nil (2023 - £37,500).

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

20 Contingent assets

The BBC Children In Need grant is a multi-year grant that provides for the expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 3-year grant to August 2026 to receive the following per year - £35,950, £36,662, £37,388.

The Big Lottery Keeping In Touch grant is a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 5-year grant to September 2026 to receive a total of £209,463 over the length of the agreement.

The Esmeé Fairbairn grant is a multi-year grant that provides for the expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 5-year grant to September 2025 to receive £50,000 per year.

The Separated Children Seeking Asylum contract is covered by a multi-year award that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The contract is a year-on-year award to receive around £97,472 per year.

The PA & Homelessness project is covered by a multi-year award that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The contract is a year-on-year award.

The Multiply Initiative Programme is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 3-year grant to March 2025 to receive the following per year - £70,000, £67,774, £69,887.

The 16+ Leaving Care Services project is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 5-year grant to June 2026 to receive £285,668 per year.

The Engagement & Participation Service project is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 5-year grant to June 2026 to receive £112,588 per year.

The Family finding, Befriending and Mentoring Programme is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. This a grant to March 2025 to receive a total of £168,887 over the length of the agreement.

The Careers South West - Youth Engagement Project is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 2-year grant to March 2025 to receive a total of £90,998 over the length of the agreement.

The NHS Universal Family Project is covered by a grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 1-year grant to March 2025 to receive a total of £36,900 over the length of the agreement.

The Cornwall and the Isles of Scilly People Hub is covered a 6-month grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is to March 2025 to receive a total of £43,811 over the length of the agreement.

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

21 Funds

	Balance at 1 January 2024 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2024 £
Unrestricted funds					
General					
Unrestricted funds	115,158	75,364	(36,187)	(50,108)	104,227
Designated					
Closure costs	162,843	-	-	46,230	209,073
Total unrestricted funds	278,001	75,364	(36,187)	(3,878)	313,300
Restricted funds					
Big Lottery Keeping In Touch	11,334	49,908	(48,329)	-	12,913
BBC Children In Need	1,836	34,390	(36,128)	-	98
Bleu Blanc Rouge Foundation	1,321	75,000	(75,429)	-	892
Esmeé Fairbairn Foundation	37,496	50,000	(41,415)	-	46,081
Cornwall Council - 16+ Careleaver Service	(15,808)	334,112	(272,598)	-	45,706
Cornwall Council - Participation and Engagement Services	15,472	112,591	(100,573)	-	27,490
Cornwall Council - Other	62,249	270,822	(322,004)	2,082	13,149
Listening Fund (Blagrove Trust)	6,252	-	(6,252)	-	-
CHK Foundation	22,868	-	(22,868)	-	-
Learning Partnership - Skills Your Way	5,447	-	(5,240)	-	207
Segelman Trust	-	30,000	(22,410)	-	7,590
Cornwall Council - Broadening Horizons	1,228	25,000	(25,455)	-	773
Duke of Cornwall - Benevolent Fund	51,440	-	(31,928)	-	19,512
Cornwall Council - Pre tenancy Award	6,981	-	(6,606)	-	375
Cornwall Council - Community Levelling Up	-	37,500	(37,500)	-	-
Cornwall Community Foundation - People in Mind	-	12,500	(12,500)	-	-
DWP Access to Work	-	3,330	(3,330)	-	-
DofE Family Finding Befriending and Mentoring	-	121,623	(121,623)	-	-
Careers South West - Youth Engagement Project	-	72,781	(72,810)	29	-
EKB Fund - Health & Wellbeing	-	20,000	(20,000)	-	-
Awards 4 All	-	20,000	(5,248)	-	14,752

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

	Balance at 1 January 2024 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2024 £
Cornwall Community Foundation - Welcome Fund	-	5,000	(4,226)	-	774
NHS Universal Family Project	-	28,300	(21,955)	-	6,345
Cornwall Voluntary Sector Forum	-	1,150	(1,150)	-	-
Cornwall Council - SPF Better Homes for Careleavers	-	18,000	(18,000)	-	-
Cornwall Community Foundation - CCLA Careleaver Fund	-	70,000	(28,573)	-	41,427
Cornwall Council - SPF People Hub	-	22,876	(21,149)	1,767	3,494
Staff gift contributions	85	500	(585)	-	-
Total restricted funds	<u>208,201</u>	<u>1,415,383</u>	<u>(1,385,884)</u>	<u>3,878</u>	<u>241,578</u>
Total funds	<u>486,202</u>	<u>1,490,747</u>	<u>(1,422,071)</u>	<u>-</u>	<u>554,878</u>
	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2023 £
Unrestricted funds					
<i>General</i>					
Unrestricted funds	131,814	41,261	(35,070)	(22,847)	115,158
<i>Designated</i>					
Closure costs	<u>140,000</u>	<u>-</u>	<u>-</u>	<u>22,843</u>	<u>162,843</u>
Total unrestricted funds	<u>271,814</u>	<u>41,261</u>	<u>(35,070)</u>	<u>(4)</u>	<u>278,001</u>
Restricted					
Big Lottery Keeping In Touch	13,372	51,097	(53,135)	-	11,334
BBC Children In Need	5,702	33,534	(37,400)	-	1,836
Bleu Blanc Rouge Foundation	-	78,750	(77,429)	-	1,321
Esmeé Fairbairn Foundation	43,936	69,562	(76,002)	-	37,496
Cornwall Council - 16+ Careleaver Service	(2,299)	285,665	(299,174)	-	(15,808)
Cornwall Council - Participation and Engagement Services	19,072	112,584	(116,184)	-	15,472
Cornwall Council - Other	73,163	309,193	(320,107)	-	62,249
Cornwall Community Foundation - Cost of Living Listening Fund (Blagrove Trust)	3,383	-	(3,384)	1	-
	4,286	25,000	(23,034)	-	6,252

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2023 £
CHK Foundation	14,303	89,250	(80,685)	-	22,868
Other Grants	14,190	27,660	(41,850)	-	-
Learning Partnership - Skills Your Way	(724)	53,722	(47,551)	-	5,447
Segelman Trust	-	30,000	(30,000)	-	-
Cornwall Community Foundation - ICBMHW	-	10,000	(10,001)	1	-
Cornwall Council - Broadening Horizons	-	21,250	(20,022)	-	1,228
Duke of Cornwall - Benevolent Fund	-	70,000	(18,560)	-	51,440
Cornwall Council - Pre tenancy Award	-	9,199	(2,218)	-	6,981
Cornwall Community Foundation - Public Transport Challenge	-	5,000	(5,002)	2	-
Cornwall Council - Community Levelling Up	-	37,500	(37,500)	-	-
DWP Access to Work	-	3,469	(3,469)	-	-
DofE Family Finding Befriending and Mentoring	-	13,140	(13,140)	-	-
Staff gift contributions	-	390	(305)	-	85
Total restricted funds	<u>188,384</u>	<u>1,335,965</u>	<u>(1,316,152)</u>	<u>4</u>	<u>208,201</u>
Total funds	<u><u>460,198</u></u>	<u><u>1,377,226</u></u>	<u><u>(1,351,222)</u></u>	<u><u>-</u></u>	<u><u>486,202</u></u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

The specific purposes for which the funds are to be applied are as follows:

Unrestricted funds:

These are funds that can be spent freely. The purposes of the designated reserves, as set by the Trustees, is as follows:

The Closure costs fund is to be utilised should the charity cease to operate to ensure that all closure costs can be funded.

Restricted funds:

Big Lottery Keeping In Touch

Group work, social and emotional support, resilience building positive activities to young people aged over 16 who are care experienced.

BBC Children In Need

Peer mentor development.

Bleu Blanc Rouge Foundation

Core funding to enable us to help care experienced young people have better lives.

Esmeé Fairbairn Foundation

Core funding to promote better emotional and mental health, improve local services and influence national services for young people in and leaving care.

Cornwall Council - 16+ Careleaver Service

For provision of a Personal Advisor service for young people leaving care.

Cornwall Council - Participation and Engagement Services

Enabling young people in and leaving care to associate with their peers and influence the services they receive.

Cornwall Council - Other

- Support to care experienced year 11's with careers advice and guidance.
- Contain Outbreak Management Fund piloting work with adopted young people.
- Funding to help us get care experienced young people into education, employment and/or training.

Cornwall Community Foundation

CCLA fund - to improve outcomes for care leavers aged 18 and above including with Housing and emotional well being.

People in Mind - enabling care experienced young people to build social connection to improve emotional well being.

Welcome Fund - to support work with young people who are Separated Children Seeking Asylum

CSW Group

Youth Engagement Project (Yep!) promoting better education and employment engagement.

Department of Education

Family Finding, Befriending and Mentoring fund enabling in depth support to young people to enable them to engage with positive activities.

Segelman Trust

Core funding to enable us to help care experienced young people have better lives.

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2024

22 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2024 £
Tangible fixed assets	-	5,119	5,119
Fixed asset investments	2,884	-	2,884
Current assets	316,971	380,756	697,727
Current liabilities	(6,555)	(144,297)	(150,852)
Total net assets	<u>313,300</u>	<u>241,578</u>	<u>554,878</u>
	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2023 £
Tangible fixed assets	-	463	463
Fixed asset investments	5,042	-	5,042
Current assets	279,147	296,805	575,952
Current liabilities	(6,188)	(89,067)	(95,255)
Total net assets	<u>278,001</u>	<u>208,201</u>	<u>486,202</u>

23 Financial instruments

Categorisation of financial instruments

	2024 £	2023 £
Financial assets measured at fair value through profit or loss	<u>2,884</u>	<u>5,042</u>

24 Related party transactions

Key management personnel in 2024 consisted of 3 members of staff (2023: 3). The remuneration of key management personnel was £133,387 (2023: £128,807), being aggregate compensation for their services.

Transactions totalling £67 (2023: £nil) relating to casual employment of a close family member of one of the key management personnel took place during the year. There were £nil amounts outstanding as at 31 December 2024 (2023: £nil). The individual's details have been omitted for the protection of the persons concerned in accordance with paragraph 1.29 of the SORP.

The aggregate amount of donations received without conditions from the trustees was £100 (2023: £nil).

The charity is controlled by the trustees who are all directors of the company.

Accounts

Company registration number: 06481146

Charity registration number: 1124492

Carefree-Fostering Independence Cornwall

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2023

Carefree-Fostering Independence Cornwall

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Notes to the Financial Statements	16 to 31

Carefree-Fostering Independence Cornwall

Reference and Administrative Details

Trustees	Ms J B Hampton
	Mr M C Ellis
	Mr A Earle (appointed 14 March 2023)
	Ms N D Johnson
	Ms H Seymour (resigned 13 June 2023)
	Mr R Grant
	Ms E Evans (resigned 19 January 2023)
	Mr L Lloyd
Secretary	Ms S M Eggins
Charity Registration Number	1124492
Company Registration Number	06481146
Registered Office	Carefree Clinton Passage Redruth Cornwall TR15 2AY
Auditor	Walker Moyle Ltd 3 Chapel Street Redruth Cornwall TR15 2BY
Bankers	CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ

Carefree-Fostering Independence Cornwall

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 December 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 Memorandum and Articles of Association, the Companies Act 2006, the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019).

Objectives and activities

Objects and aims

The objects of the Charity are:

To act as a resource for young people up to the age of 25 with particular focus on those aged 13 to 17 living in Cornwall and who have been, are or at risk of being in care by providing advice and assistance and organising programmes of physical, educational and other activities as a means of:

- a) Advancing in life and helping them by developing their skills, capacities and capabilities to enable them to participate in society as independent, mature and responsible individuals;
- b) Advancing education and training;
- c) Relieving unemployment;
- d) Providing recreational and leisure time activity in the interests of social welfare for young people living in the area of benefit who have need by reason of their youth, age, infirmity or disability, poverty or social and economic circumstances with a view to improving the conditions of life of such persons.

The principal activity of the charity is to help young people who are care experienced have a good life, through positive relationships, through support with transitions and through enabling young people to have a voice.

Public benefit

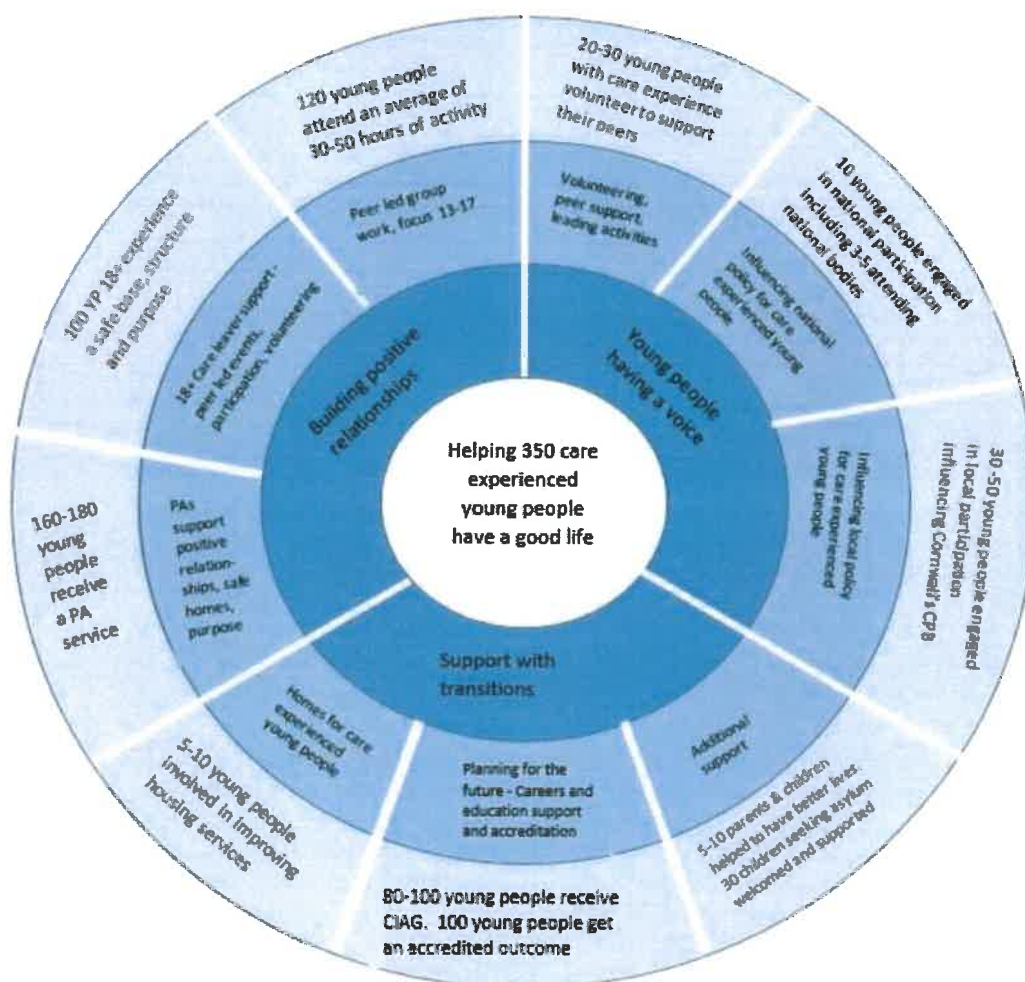
The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Carefree-Fostering Independence Cornwall

Trustees' Report

Achievements and performance

Our Target Outcomes for 2023 are set out below, followed by an infographic of how we achieved them.



Carefree-Fostering Independence Cornwall

Trustees' Report



Amongst the achievements of 2023, Trustees want to highlight some key areas.

30 - 50 young people engaged in local participation

In 2023, young people continued to influence and lead the work for Cornwall's Corporate Parenting Board, working on these three top priorities;

1. Increasing relationship based, trauma informed services which offer young people in and leaving care consistency, a sense of permanence and help to understand their own lived experience and enable them to learn, grow and be healthy
2. Better housing options for young people in and leaving care
3. Improved access to transport for young people in and leaving care

Whilst the first two - relationship based services and better housing - remain a focus, we are delighted to report that the campaign for improved access to transport bore fruit, thanks to Carefree's campaigning alongside one of our national partners, Barnardos. In June 2023 it was announced that Cornwall will provide free Bus Passes for Care Leavers, and throughout 2023 we saw this scheme working well for young people, who said things like

"The bus pass made me feel free, it's about getting out there. It gave me hope."

Carefree-Fostering Independence Cornwall

Trustees' Report

20 - 30 Young people aged 14-24 volunteering to support others

In 2023, 32 young people were trained and enabled to support their peers. Young people's leadership and their support of others has been central to our work since Carefree's beginning, when six young people became our first ever Peer Mentors. Young people who are care experienced are a very powerful role model to their peers. Engaging young people and connecting with them to enable them to take part in activity that builds positive relationships offers young people lifelong skills in building positive relationships, engaging with communities and having a network to rely on.

30 Asylum Seeking and Refugee children welcomed and supported

In our second year of helping young people who came in to the care of Cornwall Council because they were Separated Children Seeking Asylum, we supported 52 young people. The young people received a range of services. They were supported on arrival by a Specialist Support Worker, enabled to settle in accommodation and engage with Cornish culture as well as sharing the culture of their country of origin. We delivered a range of workshops enabling young people to improve English language, and several staff members gained an ESOL qualification. Young people celebrated Nowruz, the Iranian New Year, at the Eden project in March and attended a range of activity with Cornish origin peers. Young people who came to us as SCSSA young people engaged in learning how to support others, including becoming peer mentors for young people across Carefree. Our annual #it'sbeenemotional Care Leaver event in October had the theme 'all together', where young people celebrated their similarities and differences.

160 - 180 young people receiving a PA service

In 2023, Carefree celebrated seven years of delivering part of Cornwall Council's Personal Advisor service to young people leaving care. This was the biggest change that Carefree has had to date, and the change has had a huge impact on our work. Trustees are aware that the move into co-delivering some statutory services alongside the Local Authority has helped Carefree mature as an organisation. Our very skilled and experienced PA's work on a one to one basis with care leavers, being persistent in their support of young people, enabling those young people to know that there is a consistent adult to support them in their transition between being a child in care and an adult participating independently within society. PA's are also the route through which many young people are enabled to benefit from wider Carefree services, including our Careers service which helped 114 young people obtain, or get closer to, Education Employment or Training in 2023, and our youth and community services, which engaged with 199 care leavers over the age of 18 in 2023.

Working in Partnership

Throughout 2023, Carefree has worked closely with local and national partners who include:

- Cornwall Council - the social workers, foster carers and PA's who work directly with the young people we serve but also the wider Local Authority as it continues to develop its ability to be a good Corporate Parent
- Health, particularly the designated nurse team for children in care
- Schools and colleges, and Awena, the Virtual School for Children in Care
- Voluntary and Community sector partners that Carefree has grown up with, and learnt so much from along the way - including WILD, BF Adventure, Young People Cornwall, Barnardos, A Band of Brothers and the CAB
- Our Business delivery partners, including Out of the box IT and Sapience HR

Financial review

The results for the year are shown in the statement of financial activities on page 10 and show net incoming/(outgoing) resources for the year of £26,004 (2022: £116,516), a surplus of £6,187 was generated in respect of unrestricted funds (2022: £46,800).

Note 21 of the financial statements details the Fund balances held by the charity, both restricted and unrestricted. There is a deficit on the Cornwall Council - 16+ Careleaver Service restricted fund of £15,808 as at 31 December 2023. This is due to the timing of attributable costs incurred in the period that have been allocated to this fund. The charity is due to receive income in the forthcoming period, as part of the funding agreement, that will eliminate this deficit.

Policy on reserves

The charity holds three months running costs plus closure costs at year-end in line with its reserves policy. This is monitored monthly. The current balance in general reserves is £115,158 which is assessed as adequate to support the organisation's financial stability going forwards.

Carefree-Fostering Independence Cornwall

Trustees' Report

Investment policy and objectives

The trustees have considered the most appropriate policy for investing funds and find that the current arrangement with short term bank deposits meets the requirement to generate a reasonable return on capital whilst maintaining access to funds for operational purposes.

Plans for future periods

Activities planned to achieve aims

Our plans focus on continuing to ensure that care experienced young people have a better life through promoting positive relationships, supporting at times of transition and giving young people a voice.

2024's work will build on our group work for young people from age 11, our one to one advice and guidance and support in leaving care. We will continue to develop our strategic influence in terms of enabling care leavers to find good homes. We will be developing more strategies to offer skilled, intensive support to young people who are finding social engagement more challenging.

Trustees and officers

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

Trustees:	Ms J B Hampton
	Mr M C Ellis
	Mr A Earle (appointed 14 March 2023)
	Ms N D Johnson
	Ms H Seymour (resigned 13 June 2023)
	Mr R Grant
	Ms E Evans (resigned 19 January 2023)
	Mr L Lloyd

Secretary:	Ms S M Eggins
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Structure, governance and management

Governing document

Carefree-Fostering Independence Cornwall is a company limited by Guarantee governed by its Memorandum and Articles of Association dated 23 January 2008 and amended 23 May 2008. It became a registered charity with the Charity Commission on 12 June 2008. In the event that the charity is wound up, the members agree to contribute an amount of not more than £10 to the assets of the charity.

Recruitment and induction of trustees

The directors of the company are also charity trustees for the purposes of charity law. The trustees may appoint a person who is willing to act to be a trustee. Potential trustees meet the trustees and management prior to the proposal as a trustee. Once appointed, trustees undertake an induction into the working of the charity including observing operational activity, discussions with staff and reading information such as accounts and other evaluation documents.

Arrangements for setting key management personnel remuneration

The trustees consider the Chief Executive Officer, Finance Manager and HR Manager to comprise the key management personnel of the charity.

The pay of the senior staff is reviewed annually and normally increased in accordance with average earnings. In view of the nature of the charity, the Trustees benchmark against pay levels in other similar organisations.

Carefree-Fostering Independence Cornwall

Trustees' Report

Organisation

The trustees are legally responsible for the overall control and management of the charity. The Chief Executive Officer is responsible for the day-to-day management and administration of the charity and reports to the trustees.

Risk management

The trustees have examined the major strategic risks to which the charity is exposed and are satisfied that systems are in place to minimise or mitigate these. The trustees will continue to review potential risks on a regular basis and will take further action to minimise or mitigate these risks as required.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on 18/7/24 and signed on its behalf by:



Mr M C Ellis
Trustee

Carefree-Fostering Independence Cornwall

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Carefree-Fostering Independence Cornwall 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".

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.

Approved by the trustees of the charity on 18/7/24 and signed on its behalf by:



Mr M C Ellis
Trustee

Carefree-Fostering Independence Cornwall

Independent Auditor's Report to the Members of Carefree-Fostering Independence Cornwall

Opinion

We have audited the financial statements of Carefree-Fostering Independence Cornwall (the 'charity') for the year ended 31 December 2023, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Carefree-Fostering Independence Cornwall

Independent Auditor's Report to the Members of Carefree-Fostering Independence Cornwall

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 8), the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Carefree-Fostering Independence Cornwall

Independent Auditor's Report to the Members of Carefree-Fostering Independence Cornwall

We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity at the planning stage of the audit. The charity is subject to laws and regulations that directly affect the financial statements, specifically the Companies Act 2006, Charities Act 2011 and Charities Statement of Recommended Practice. We assessed the extent of compliance with laws and regulations as part of our procedures on the related financial statement items. The charity is also subject to laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation or loss of the charity's ability to operate. In making this assessment we determined that the most significant elements of legislation include those relating to employment laws and regulations, health and safety standards and social care.

Basis on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved the following:

- Making enquiries of management regarding their knowledge of any non-compliance with laws and regulations that could affect the financial statements. As part of these enquiries, we also discussed with management changes in risk assessment relating to fraud, and whether there have been any known instances, allegations or suspicions of fraud, of which there were none.
- Considering the filings made at Companies House and any omissions thereon, of which none were identified.
- Discussing with management compliance with health and safety and social care legislation.
- Making enquiries of management and reviewing charity expenditure for any evidence of disputes, actual or potential litigations and claims, with regulators or any other such body.
- Audited the risk of management override of controls, including through testing of journal entries and other adjustments for appropriateness, and evaluating the rationale for significant transactions outside the normal course of charitable activities, of which there were none.
- Reviewed the estimates and judgements made in the financial statements for any indication of bias and challenged assumptions used by management in making the estimates.
- Reviewed Board minutes and correspondence with regulators to corroborate the findings from the above.

Due to the inherent limitations of an audit, there remains a risk that we may not have detected some material misstatements in the financial statements or non-compliance with laws and regulations. This is despite the fact that we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed irregularities are from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. As with any audit, there remained a high risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. This risk was reduced by a thorough review of all controls in place that monitor items and transactions affecting the financial statements. The primary responsibility for the prevention and detection of irregularities and fraud rests with the trustees of the charity.

All relevant laws, regulations and significant risks of fraud identified have been clearly communicated to each member of the audit engagement team.

We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

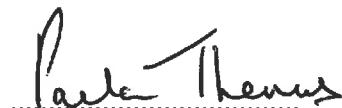
A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Carefree-Fostering Independence Cornwall

Independent Auditor's Report to the Members of Carefree-Fostering Independence Cornwall

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Paula Thomas BA FCA DChA (Senior Statutory Auditor)
For and on behalf of Walker Moyle Ltd, Statutory Auditor

3 Chapel Street
Redruth
Cornwall
TR15 2BY

Date: 19th July 2024 .

Carefree-Fostering Independence Cornwall

Statement of Financial Activities for the Year Ended 31 December 2023

(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £	Total 2022 £
Income and Endowments from:					
Donations and legacies	3	12,517	-	12,517	20,298
Charitable activities	4	24,857	1,335,965	1,360,822	1,131,324
Investment income	5	4,217	-	4,217	588
Total income		<u>41,591</u>	<u>1,335,965</u>	<u>1,377,556</u>	<u>1,152,210</u>
Expenditure on:					
Charitable activities	6	<u>(35,071)</u>	<u>(1,316,152)</u>	<u>(1,351,223)</u>	<u>(1,036,319)</u>
Total expenditure		(35,071)	(1,316,152)	(1,351,223)	(1,036,319)
Gains/losses on investment assets		<u>(329)</u>	<u>-</u>	<u>(329)</u>	<u>625</u>
Net income		6,191	19,813	26,004	116,516
Transfers between funds		<u>(4)</u>	<u>4</u>	<u>-</u>	<u>-</u>
Net movement in funds		6,187	19,817	26,004	116,516
Reconciliation of funds					
Total funds brought forward		<u>271,814</u>	<u>188,384</u>	<u>460,198</u>	<u>343,682</u>
Total funds carried forward	21	<u>278,001</u>	<u>208,201</u>	<u>486,202</u>	<u>460,198</u>

All of the charity's activities derive from continuing operations during the above two periods.

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

The funds breakdown for 2022 is shown in note 21.

The notes on pages 16 to 31 form an integral part of these financial statements.

Carefree-Fostering Independence Cornwall

(Registration number: 06481146) Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	13	463	-
Investments	14	<u>5,042</u>	<u>6,223</u>
		<u>5,505</u>	<u>6,223</u>
Current assets			
Debtors	15	163,591	149,067
Cash at bank and in hand		<u>412,361</u>	<u>344,717</u>
		575,952	493,784
Creditors: Amounts falling due within one year	16	<u>(95,255)</u>	<u>(39,809)</u>
Net current assets		<u>480,697</u>	<u>453,975</u>
Net assets		<u>486,202</u>	<u>460,198</u>
Funds of the charity:			
Restricted income funds			
Restricted funds	21	208,201	188,384
Unrestricted income funds			
Unrestricted funds		<u>278,001</u>	<u>271,814</u>
Total funds	21	<u>486,202</u>	<u>460,198</u>

The financial statements on pages 13 to 31 were approved by the trustees, and authorised for issue on 18/7/24 and signed on their behalf by:



 Mr M C Ellis
 Trustee

Carefree-Fostering Independence Cornwall

Statement of Cash Flows for the Year Ended 31 December 2023

	Note	2023 £	2022 £
Cash flows from operating activities			
Net cash income		26,004	116,516
Adjustments to cash flows from non-cash items			
Depreciation		66	556
Investment income	5	(4,217)	(588)
Revaluation of investments		329	(625)
		<u>22,182</u>	<u>115,859</u>
Working capital adjustments			
Increase in debtors	15	(14,524)	(60,298)
Increase/(decrease) in creditors	16	20,705	(3,369)
Increase in deferred income		34,741	-
Net cash flows from operating activities		<u>63,104</u>	<u>52,192</u>
Cash flows from investing activities			
Interest receivable and similar income	5	4,217	588
Purchase of tangible fixed assets	13	(529)	-
Sale of investments		852	-
Net cash flows from investing activities		<u>4,540</u>	<u>588</u>
Net increase in cash and cash equivalents		67,644	52,780
Cash and cash equivalents at 1 January		<u>344,717</u>	<u>291,937</u>
Cash and cash equivalents at 31 December		<u><u>412,361</u></u>	<u><u>344,717</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Carefree
Clinton Passage
Redruth
Cornwall
TR15 2AY

These financial statements were authorised for issue by the trustees on 18 July 2024.

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 the charity's Memorandum and Articles of Association, 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)".

Basis of preparation

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.

Going concern

The financial statements have been prepared on a going concern basis.

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.

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

Critical accounting estimates and judgements

In 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.

Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Investment income is recognised on a receivable basis.

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.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

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.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating staff costs by the time spent and other costs by their usage.

Governance costs

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

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

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

Tangible fixed assets costing £500 or more are capitalised and are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

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.

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% straight line basis

Impairment of fixed assets

At each reporting date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

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.

Fund structure

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

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

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

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.

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

Pensions and other post retirement obligations

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

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.

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

3 Income from donations and legacies

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Donations and legacies;			
Donations and gifts	12,517	12,517	20,298
	<u>12,517</u>	<u>12,517</u>	<u>20,298</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

4 Income from charitable activities

	Unrestricted funds General £	Restricted funds £	Total 2023 £	Total 2022 £
Big Lottery	-	51,097	51,097	54,629
BBC Children In Need	-	33,534	33,534	51,812
Bleu Blanc Rouge Foundation	-	78,750	78,750	75,000
Esmeé Fairbairn	-	69,562	69,562	50,750
Cornwall Council Leaving Care Service	-	285,665	285,665	276,021
Cornwall Council Engagement & Participation Service	-	112,584	112,584	112,584
CHK Foundation	-	89,250	89,250	76,000
Learning Partnership - Skills Your Way	-	53,722	53,722	50,393
Cornwall Community Foundation - ICBMHW	-	10,000	10,000	-
Cornwall Council - Broadening Horizons	-	21,250	21,250	-
Duke of Cornwall Benevolent Fund	-	70,000	70,000	-
Cornwall Council Pre tenancy Award	-	9,199	9,199	-
Cornwall Community Foundation Public Transport Challenge	-	5,000	5,000	-
Cornwall Council - Levelling Up	-	37,500	37,500	-
DWP Access to Work	-	3,469	3,469	-
D of E Family Finding Befriending and Mentoring	-	13,140	13,140	-
Cornwall Council - Other	-	309,193	309,193	239,304
Other Grants and contracts	-	82,660	82,660	139,764
Other Income	24,857	390	25,247	5,067
	<u>24,857</u>	<u>1,335,965</u>	<u>1,360,822</u>	<u>1,131,324</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

Other Cornwall Council grants and contracts of £309,193 have enabled the charity to deliver specialist support to prevent Care Leavers becoming homeless, work with the Multiply initiative to enable care leavers who do not yet hold a level 2 qualification in maths, deliver specialist support to help Separated Children Seeking Asylum and offer careers guidance and support including through the Compass programme.

The amounts included in other grants and contracts include the following for specific purposes:

£25,000 - The Listening Fund

£30,000 - Segelman Trust

£27,660 - Cornwall Museum Partnership

5 Investment income

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Interest receivable and similar income;			
Bank interest receivable	4,217	4,217	588

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total 2023 £	Total 2022 £
Staff costs		24,901	1,022,244	1,047,145	798,910
Depreciation and impairment		-	66	66	556
Activity venue hire		240	4,556	4,796	5,064
Project resources		769	14,758	15,527	18,749
Young peoples travel		7,719	31,826	39,545	26,979
Other project costs		1,054	21,358	22,412	7,890
Funds 4 care purchases		-	39,855	39,855	39,185
Household Grants		-	13,314	13,314	-
Allocated support costs	7	388	157,329	157,717	125,212
Governance costs	7	-	10,846	10,846	13,774
		<u>35,071</u>	<u>1,316,152</u>	<u>1,351,223</u>	<u>1,036,319</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

7 Analysis of governance and support costs

Support costs

	Unrestricted funds General £	Restricted funds £	Total 2023 £	Total 2022 £
Staff costs	-	57,036	57,036	56,032
Rent, rates and insurance	-	23,533	23,533	14,841
Repairs and maintenance	205	41,228	41,433	5,576
Telephone and fax	-	15,551	15,551	15,688
Computer software and maintenance costs	-	5,501	5,501	19,995
Printing, postage and stationery	-	5,501	5,501	3,091
Sundry expenses	153	6,135	6,288	7,502
Cleaning	-	2,754	2,754	2,325
Bank charges	30	90	120	162
	<u>388</u>	<u>157,329</u>	<u>157,717</u>	<u>125,212</u>

Governance costs

	Restricted funds £	Total 2023 £	Total 2022 £
Audit of the financial statements	5,940	5,940	4,380
Accountancy	4,858	4,858	3,260
Legal & Professional fees	48	48	6,134
	<u>10,846</u>	<u>10,846</u>	<u>13,774</u>

8 Government grants

Government grants recognised in the financial statements are made up of funds from Cornwall Council, funded by the government.

The amount of grants recognised in the financial statements was £775,391 (2022 - £627,909).

9 Net incoming/outgoing resources

Net incoming resources for the year include:

	2023 £	2022 £
Audit fees	5,940	4,380
Depreciation of fixed assets	<u>66</u>	<u>556</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

10 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

Mr L Lloyd

£24 (2022: £nil) was reimbursed to Mr L Lloyd during the year in respect of travel expenses.

Mr L Lloyd was also paid a total sum of £274 (2022: £nil) for sessional work undertaken, carried out in accordance with the charity's own Memorandum of Association.

Mr L Lloyd, as an eligible beneficiary of the charity, was also in receipt of £282 (2022: £nil) in respect of grant payments in the year.

Ms J B Hampton

£19 (2022: £nil) was reimbursed to Ms J B Hampton during the year in respect of travel expenses.

11 Staff costs

The aggregate payroll costs were as follows:

	2023 £	2022 £
Staff costs during the year were:		
Wages and salaries	900,820	710,313
Social security costs	75,434	59,075
Pension costs	39,967	31,484
	<u>1,016,221</u>	<u>800,872</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:

	2023 No	2022 No
Charitable activities	<u>35</u>	<u>31</u>

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

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

12 Taxation

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

13 Tangible fixed assets

	Fixtures and fittings £	Total £
Cost		
At 1 January 2023	4,456	4,456
Additions	529	529
At 31 December 2023	<u>4,985</u>	<u>4,985</u>
Depreciation		
At 1 January 2023	4,456	4,456
Charge for the year	66	66
At 31 December 2023	<u>4,522</u>	<u>4,522</u>
Net book value		
At 31 December 2023	<u>463</u>	<u>463</u>
At 31 December 2022	<u>-</u>	<u>-</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

14 Fixed asset investments

	Listed investments £	Total £
Cost or Valuation		
At 1 January 2023	6,223	6,223
Revaluation	(329)	(329)
Disposals	(852)	(852)
At 31 December 2023	<u>5,042</u>	<u>5,042</u>
Net book value		
At 31 December 2023	<u>5,042</u>	<u>5,042</u>
At 31 December 2022	<u>6,223</u>	<u>6,223</u>

15 Debtors

	2023 £	2022 £
Trade debtors	36,988	10,250
Prepayments	8,760	4,197
Accrued income	115,639	134,068
Other debtors	2,204	552
	<u>163,591</u>	<u>149,067</u>

16 Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	5,098	4,881
Other taxation and social security	-	16,988
Other creditors	-	11,220
Accruals	55,416	6,720
Deferred income	34,741	-
	<u>95,255</u>	<u>39,809</u>

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

17 Obligations under leases and hire purchase contracts

Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2023 £
Land and buildings	
Within one year	<u>1,800</u>
Other	
Within one year	614
Between one and five years	<u>1,125</u>
	<u><u>1,739</u></u>

18 Pension and other schemes

Defined contribution pension scheme

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 pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £39,967 (2022 - £31,484).

Contributions totalling £nil (2022 - £6,425) were payable to the scheme at the end of the year and are included in creditors.

19 Commitments

Other financial commitments

The charity was committed to building refurbishment works as at the year-end. These are to be funded in full as part of the Community Levelling Up programme.

The total amount of other financial commitments not provided in the financial statements was £37,500 (2022 - £Nil).

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

20 Contingent assets

The BBC Children In Need grant is a multi-year grant that provides for the expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 3-year grant to August 2026 to receive the following per year - £35,950, £36,662, £37,388.

The Big Lottery Keeping In Touch grant is a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 5-year grant to September 2026 to receive a total of £209,463 over the length of the agreement.

The Esmeé Fairbairn grant is a multi-year grant that provides for the expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 5-year grant to September 2025 to receive £50,000 per year.

The Separated Children Seeking Asylum contract is covered by a multi-year award that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The contract is a year-on-year award to receive around £88,000 per year.

The PA & Homelessness project is covered by a multi-year award that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The contract is a year-on-year award.

The Broadening Horizons Passport Project is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 2-year grant to March 2025 to receive £25,000 per year.

The Multiply Initiative Programme is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 3-year grant to March 2025 to receive the following per year - £70,000, £67,774, £69,887.

The 16+ Leaving Care Services project is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 5-year grant to June 2026 to receive £285,668 per year.

The Engagement & Participation Service project is covered by a multi-year grant that provides expenditure of the grant to be for future periods. The income in respect of future periods has therefore not been included in the current year accounts. The grant is a 5-year grant to June 2026 to receive £112,588 per year.

The Community Levelling Up programme is a grant receivable for building refurbishment works that were committed to during the financial year. The charity received £75,000 as a grant in March 2024 in respect of works taking place between November 2023 and February 2024.

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

21 Funds

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2023 £
Unrestricted funds					
<i>General</i>					
Unrestricted funds	131,814	41,261	(35,070)	(22,847)	115,158
<i>Designated</i>					
Closure costs	140,000	-	-	22,843	162,843
Total unrestricted funds	<u>271,814</u>	<u>41,261</u>	<u>(35,070)</u>	<u>(4)</u>	<u>278,001</u>
Restricted funds					
Big Lottery Keeping In Touch	13,372	51,097	(53,135)	-	11,334
BBC Children In Need	5,702	33,534	(37,400)	-	1,836
Bleu Blanc Rouge Foundation	-	78,750	(77,429)	-	1,321
Esmeé Fairbairn Foundation	43,936	69,562	(76,002)	-	37,496
Cornwall Council - 16+ Careleaver Service	(2,299)	285,665	(299,174)	-	(15,808)
Cornwall Council - Participation and Engagement Services	19,072	112,584	(116,184)	-	15,472
Cornwall Council - Other	73,163	309,193	(320,107)	-	62,249
Cornwall Community Foundation - Cost of Living	3,383	-	(3,384)	1	-
Listening Fund (Blagrove Trust)	4,286	25,000	(23,034)	-	6,252
CHK Foundation	14,303	89,250	(80,685)	-	22,868
Other Grants	14,190	27,660	(41,850)	-	-
Learning Partnership - Skills Your Way	(724)	53,722	(47,551)	-	5,447
Segelman Trust	-	30,000	(30,000)	-	-
Cornwall Community Foundation - ICBMHW	-	10,000	(10,001)	1	-
Cornwall Council - Broadening Horizons	-	21,250	(20,022)	-	1,228
Duke of Cornwall - Benevolent Fund	-	70,000	(18,560)	-	51,440
Cornwall Council - Pre tenancy Award	-	9,199	(2,218)	-	6,981
Cornwall Community Foundation - Public Transport Challenge	-	5,000	(5,002)	2	-
Cornwall Council - Community Levelling Up	-	37,500	(37,500)	-	-
DWP Access to Work	-	3,469	(3,469)	-	-

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2023 £
DofE Family Finding	-	13,140	(13,140)	-	-
Befriending and Mentoring	-	390	(305)	-	85
Total restricted funds	188,384	1,335,965	(1,316,152)	4	208,201
Total funds	460,198	1,377,226	(1,351,222)	-	486,202
	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2022 £
Unrestricted funds					
<i>General</i>					
Unrestricted funds	84,458	48,782	(1,403)	(23)	131,814
<i>Designated</i>					
Closure costs	140,000	-	-	-	140,000
Capital reserve	556	-	(556)	-	-
	<u>140,556</u>	<u>-</u>	<u>(556)</u>	<u>-</u>	<u>140,000</u>
Total unrestricted funds	225,014	48,782	(1,959)	(23)	271,814
Restricted					
Big Lottery Keeping In Touch	13,117	54,629	(54,374)	-	13,372
BBC Children In Need	16,821	51,812	(62,931)	-	5,702
Esmeé Fairbairn Foundation	37,500	50,750	(44,314)	-	43,936
Cornwall Council - 16+ Careleaver Service	-	276,021	(278,320)	-	(2,299)
Cornwall Council - Participation and Engagement Services	22,798	112,584	(116,310)	-	19,072
Cornwall Council - Other	8,764	239,304	(174,907)	2	73,163
Cornwall Community Foundation - Cost of Living	5,624	11,000	(13,245)	4	3,383
Listening Fund (Blagrove Trust)	5,813	23,000	(24,527)	-	4,286
CHK Foundation	-	76,000	(61,697)	-	14,303
Other Grants	8,231	51,560	(45,618)	17	14,190
Learning Partnership - Skills Your Way	-	50,393	(51,117)	-	(724)
Segelman Trust	-	32,000	(32,000)	-	-
Total restricted funds	118,668	1,029,053	(959,360)	23	188,384
Total funds	343,682	1,077,835	(961,319)	-	460,198

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

The specific purposes for which the funds are to be applied are as follows:

Unrestricted funds:

These are funds that can be spent freely. The purposes of the designated reserves, as set by the Trustees, is as follows:

The Closure costs fund is to be utilised should the charity cease to operate to ensure that all closure costs can be funded.

Restricted funds:

Big Lottery Keeping In Touch

Group work, social and emotional support, resilience building positive activities to young people aged over 16 who are care experienced.

BBC Children In Need

Peer mentor development.

Bleu Blanc Rouge Foundation

Core funding to enable us to help care experienced young people have better lives.

Esmeé Fairbairn Foundation

Core funding to promote better emotional and mental health, improve local services and influence national services for young people in and leaving care.

Cornwall Council - 16+ Careleaver Service

For provision of a Personal Advisor service for young people leaving care.

Cornwall Council - Participation and Engagement Services

Enabling young people in and leaving care to associate with their peers and influence the services they receive.

Cornwall Council - Other

- Support to care experienced year 11's with careers advice and guidance.
- Contain Outbreak Management Fund piloting work with adopted young people.
- Funding to help us get care experienced young people into education, employment and/or training.

Cornwall Community Foundation

A range of small grants to enable us to build capacity, support young people to build relationships which protect against exploitation and to become more economically resilient.

Listening Fund (Blagrove Trust)

Improving how we listen to young people and influencing the local authority to do the same.

CHK Foundation

Funding to enable us to improve housing options for care experienced young people.

Learning Partnership - Skills Your Way

Funding to offer young people who are disengaged, or at risk of becoming disencouraged, from education, employment and training access to support appropriate to their individual needs.

Segelman Trust

Core funding to enable us to help care experienced young people have better lives.

Carefree-Fostering Independence Cornwall

Notes to the Financial Statements for the Year Ended 31 December 2023

22 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2023 £
Tangible fixed assets	-	463	463
Fixed asset investments	5,042	-	5,042
Current assets	279,147	296,805	575,952
Current liabilities	<u>(6,188)</u>	<u>(89,067)</u>	<u>(95,255)</u>
Total net assets	<u>278,001</u>	<u>208,201</u>	<u>486,202</u>

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2022 £
Fixed asset investments	6,223	-	6,223
Current assets	265,591	228,193	493,784
Current liabilities	<u>-</u>	<u>(39,809)</u>	<u>(39,809)</u>
Total net assets	<u>271,814</u>	<u>188,384</u>	<u>460,198</u>

23 Financial instruments

Categorisation of financial instruments

	2023 £	2022 £
Financial assets measured at fair value through profit or loss	<u>5,042</u>	<u>6,223</u>

24 Related party transactions

Key management personnel in 2023 consisted of 3 members of staff (2022: 3). The remuneration of key management personnel was £128,807 (2022: £120,694), being aggregate compensation for their services.

Transactions totalling £nil (2022: £175) relating to casual employment of a close family member of one of the key management personnel took place during the year. There were £nil amounts outstanding as at 31 December 2023 (2022: £nil).

The charity is controlled by the trustees who are all directors of the company.

Accounts

Charity registration number 1124492

Company registration number 06481146 (England and Wales)

CAREFREE-FOSTERING INDEPENDENCE CORNWALL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms JB Hampton (Chair)	
	Mr M Ellis (Treasurer)	
	Mr R Grant	
	Ms H Seymour	
	Ms ND Johnson	
	Mr L Lloyd	(Appointed 15 September 2022)
	Mr A Earle	(Appointed 14 March 2023)
Secretary	Ms S Mari Eggins, Chief Executive Officer	
Charity number	1124492	
Company number	06481146	
Principal address	Clinton Passage REDRUTH Cornwall TR15 2AY	
Registered office	Clinton Passage REDRUTH Cornwall TR15 2AY	
Auditor	RRL LLP Peat House Newham Road TRURO Cornwall TR1 2DP	
Bankers	CAF Bank Limited 25 Kings Hill Avenue Kings Hill WEST MALLING Kent ME19 4JQ	

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2022

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

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, 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)" (as amended for accounting periods commencing from 1 January 2019).

Objectives and activities

The objects of the Charity are:

To act as a resource for young people up to the age of 25 with particular focus on those aged 13 to 17 living in Cornwall and who have been, are or at risk of being in care by providing advice and assistance and organising programmes of physical, educational and other activities as a means of:

- a) Advancing in life and helping them by developing their skills, capacities and capabilities to enable them to participate in society as independent, mature and responsible individuals;
- b) Advancing education and training;
- c) Relieving unemployment;
- d) Providing recreational and leisure time activity in the interests of social welfare for young people living in the area of benefit who have need by reason of their youth, age, infirmity or disability, poverty or social and economic circumstances with a view to improving the conditions of life of such persons.

Principal activity

The principal activity of the charity is to help young people who are care experienced have a good life, through positive relationships, through support with transitions and through enabling young people to have a voice.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

Achievements and performance

Our Target Outcomes for 2022 are set out below, followed by an infographic of how we achieved them.



CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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



Amongst the achievements of 2022, Trustees want to highlight the following key areas:

30 – 50 young people engaged in local participation

In 2022, young people increased their ability to influence and lead the work of Cornwall's Corporate Parenting Board. In April, young people invited the Board to one of our favourite outdoor venues, BF Adventure, to agree on the three top priorities for the coming year:

1. Increasing relationship based, trauma informed services which offer young people in and leaving care consistency, a sense of permanence and help to understand their own lived experience and enable them to learn, grow and be healthy
2. Better housing options for young people in and leaving care
3. Improved access to transport for young people in and leaving care

20-30 Young people aged 14-24 volunteering to support others

Peer Mentor Training

All our 11-17 programmes are supported by our Peer Mentors who are young people who support others to feel more confident, make friends and learn new things. They help to befriend and welcome new young people into Carefree and are role models to their peers. This year, six new young people trained to become peer mentors. They took part in a programme where they learned about teamwork, communication skills, understanding emotions and behaviour of themselves and others, safeguarding and discussed scenarios and how they would respond. They also took part in a two day residential at BF Adventure where they supported each other to complete activities including climbing and kayaking. They worked as a team to plan and complete problem solving activities, shopped for, and fed the whole group and reflected on their learning and progress. They then put these skills into practice supporting on our residential and group activities over the summer and completed an award in Interpersonal Skills. All six young people who took part in the training in 2022 passed their panel interview and were part of the 30 strong group of young people who actively supported others within the organisation.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

Accrediting young people's work

Accreditation plays a big part in the informal education delivered across our teams. In order for young people to be able to gain recognition and certificates for their hard work in groups, we use the awarding bodies Ascentis, AQA, Arts Award and Sports Leader Award. The units of work delivered and achieved have ranged across many different topics including Small Animal Care, Healthy Living, and Taking Part in an Activity, Team Work Skills, Emergency First Aid at Work, Customer Service, Preparing for Work, Employability Skills and Career Preparation. In 2022, we supported 52 individuals to complete 91 pieces of accreditation. We also worked with a group of Separated Children Seeking Asylum and enabled them to achieve their Pre Entry Level Introduction to Learning for Speakers of Other Languages, a new area of work for the Carefree team.

This year we gained Direct Claim Status, which means we have consistently met all the required criteria and so can claim for our learner's achievements in between quality assurance visits. Gaining accreditation fosters autonomy, agency and responsibility; transferable life-skills that support our core aim of helping young people improve their outcomes in terms of education, employment and training.

120 people attend an average of 30-50 hours of activity

Sports leader programme

A Sports leader qualification can be the start of developing peer mentoring skills, or it can stand alone as an accreditation where young people develop personal skills in a sports context. In 2022, we engaged young people in a 2 day residential where they learned about games, team roles, inclusion and delivery styles. They designed and led on their own games and reflected on their performance as a team. The youth workers who led the programme reflected on how much the young people had got out of doing the programme. For example, one young person was initially very quiet in groups, struggling to make choices and to speak in front of her peers. When designing her game she showed that she was considerate of everyone's abilities and her confidence over the programme increased significantly. By the end of the programme, she delivered her game to the group, speaking in front of her peers and supporting and encouraging them. She reflected on her progress saying "I made new friends and can talk to people more" and that the programme had helped her with her self-belief. Her progress over the year is evident in her outcomes star where she has progressed from level three in 2021 to level seven in our ten-point scale by the end of 2022 in her 'Ability to Manage Relationships and Engage with Groups'.

Keeping in touch with young people

Our PA team continued to deliver practice that helps Cornwall retain its 'Outstanding' Ofsted grade for services to care leavers. They were committed and persistent in their support of young people, enabling those young people to know that there was a consistent adult to support them in their transition between being a child in care and an adult participating independently within society.

In 2022, we emulated that good practice with the young people who engaged voluntarily with us, contacting them at least every three months to check on their welfare and make sure that our offer to them was relevant and that they could choose to engage in it. This increased our ability to ensure that our delivery was what young people wanted, and helped us offer young people the 'safe base' that research shows is essential for emotional well-being and positive mental health.

Working in Partnership

Throughout 2022, Carefree has worked closely with local and national partners who include:

- Cornwall Council – the social workers, foster carers and PA's who work directly with the young people we serve but also the wider Local Authority as it continues to develop its ability to be a good Corporate Parent
- Health, particularly the designated nurse team for children in care but also including health visitors, midwives, GP's, hospitals and commissioned services like With You, Cornwall's substance misuse partner
- Schools and colleges
- Voluntary and Community sector partners that Carefree has grown up with, and learnt so much from along the way – including WILD, BF Adventure, Young People Cornwall, The Learning Partnership for Cornwall and the Isles of Scilly, Barnardos and the CAB
- Our Business delivery partners including Out of the Box IT and Sapience HR

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

Financial review

The results for the year are shown in the statement of financial activities on page 12 and show net incoming/ (outgoing) resources for the year of £116,516 (2021: (£133,581)), a surplus of £46,800 was generated in respect of unrestricted funds (2021: £57,189).

Reserves policy

The charity holds three months running costs plus closure costs at year end in line with its reserves policy. This is monitored monthly. The current balance in general reserves is £131,814 which is assessed as adequate to support the organisation's financial stability going forwards.

Investment policy

The trustees have considered the most appropriate policy for investing funds and find that the current arrangement with short term bank deposits meets the requirement to generate a reasonable return on capital whilst maintaining access to funds for operational purposes.

Risk management

The trustees have examined the major strategic risks to which the charity is exposed and are satisfied that systems are in place to minimise or mitigate these. The trustees will continue to review potential risks on a regular basis and will take further action to minimise or mitigate these risks as required.

Plans for future periods

Carefree has built on our learning in the last year and will be developing work in the future which enables more care experienced young people to have a good life.

In 2022 we will continue to focus on enabling care experienced young people to have positive relationships, support them at times of transition and enable them to have a voice. We will use these strategies to develop our services in several areas, including

- Developing a range of work that supports care experienced young people into better housing
- Offering bespoke support to separated children seeking asylum
- Working with key partners across Cornwall's Corporate Parent which ensure that young people receive high quality, trauma informed services in which their voices are clearly listened to and heard.

Structure, governance and management

Carefree - Fostering Independence Cornwall is a company limited by Guarantee governed by its Memorandum and Articles of Association dated 23 January 2008 and amended 23 May 2008. It became a registered charity with the Charity Commission on 12 June 2008. In the event that the charity is wound up, the members agree to contribute an amount of not more than £10 to the assets of the charity.

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:

Ms JB Hampton (Chair)

Mr M Ellis (Treasurer)

Mr R Grant

Ms C Walker-Booth

(Resigned 15 September 2022)

Ms M Carne

(Resigned 23 June 2022)

Ms H Seymour

Mr L Tilley

(Resigned 15 September 2022)

Ms ND Johnson

Mr L Lloyd

(Appointed 15 September 2022)

Ms E Evans

(Appointed 15 September 2022 and resigned 19 January 2023)

Mr A Earle

(Appointed 14 March 2023)

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

Recruitment and induction of trustees

The directors of the company are also charity trustees for the purposes of charity law. The trustees may appoint a person who is willing to act to be a trustee. Potential trustees meet the trustees and management prior to the proposal as a trustee. Once appointed, trustees undertake an induction into the working of the charity including observing operational activity, discussions with staff and reading information such as accounts and other evaluation documents.

Organisation

The trustees are legally responsible for the overall control and management of the charity. The Chief Executive Officer is responsible for the day-to-day management and administration of the charity and reports to the trustees.

Remuneration policy for key management personnel

The trustees consider the Chief Executive Officer and the Finance Manager to comprise the key management personnel of the charity.

The pay of the senior staff is reviewed annually and normally increased in accordance with average earnings. In view of the nature of the charity, the Trustees benchmark against pay levels in other similar organisations.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

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

Mr M Ellis (Treasurer)

Trustee

13 June 2023

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees, who are also the directors of Carefree-Fostering Independence Cornwall for the purpose 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).

Company Law 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, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards 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 charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF CAREFREE-FOSTERING INDEPENDENCE CORNWALL

Opinion

We have audited the financial statements of Carefree-Fostering Independence Cornwall (the 'charity') for the year ended 31 December 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF CAREFREE-FOSTERING INDEPENDENCE CORNWALL

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

As part of our audit work, we obtained an understanding of the legal and regulatory frameworks applicable to the charity and the sector in which they operate. We determined that the laws and regulations surrounding the safeguarding of vulnerable groups were most significant to the charity as well as the laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011, the Companies Act 2006 and compliance with the Charities Statement of Recommended Practice.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF CAREFREE-FOSTERING INDEPENDENCE CORNWALL

The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Obtain an understanding of the legal and regulatory frameworks applicable to the charity and the sector in which it operates. We determined that the laws and regulations surrounding the safeguarding of vulnerable groups were most significant, as well as compliance with the Charities Act 2011 and the Companies Act 2006.
- Review of the disclosures in the financial statements and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Discussion with management as to how compliance with these laws and regulations is monitored;
- Enquiries of management concerning actual and potential litigation and claims;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Reviewing minutes of trustee meetings and correspondence with regulators;
- Performing audit work in connection with the risk of management override of controls, including testing journal entries for reasonableness and evaluating the business rationale of significant transactions outside the normal course of business.

We also communicate relevant identified laws and regulations and potential fraud risk to all engagement team members and remain alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matter

Comparative information in the financial statements is derived from the charitable company's prior period financial statements which were not audited.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF CAREFREE-FOSTERING INDEPENDENCE CORNWALL

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Josh Stevens (Senior Statutory Auditor)
for and on behalf of RRL LLP

30 June 2023

Chartered Accountants
Statutory Auditor

Peat House
Newham Road
TRURO
Cornwall
TR1 2DP

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:							
Donations and legacies	3	298	20,000	20,298	70,301	-	70,301
Charitable activities	4	47,271	1,084,053	1,131,324	37,205	770,064	807,269
Investments	5	588	-	588	7	-	7
Total income		48,157	1,104,053	1,152,210	107,513	770,064	877,577
Expenditure on:							
Charitable activities	6	1,959	1,034,360	1,036,319	50,784	960,930	1,011,714
Net gains/(losses) on investments	9	625	-	625	556	-	556
Net incoming/(outgoing) resources before transfers		46,823	69,693	116,516	57,285	(190,866)	(133,581)
Gross transfers between funds		(23)	23	-	(96)	96	-
Net movement in funds		46,800	69,716	116,516	57,189	(190,770)	(133,581)
Fund balances at 1 January 2022		225,014	118,668	343,682	167,825	309,438	477,263
Fund balances at 31 December 2022		271,814	188,384	460,198	225,014	118,668	343,682

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

All income and expenditure derive from continuing activities.

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

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	13		-		556
Investments	14		6,223		5,598
			<u>6,223</u>		<u>6,154</u>
Current assets					
Debtors	16	149,067		88,769	
Cash at bank and in hand		344,717		291,937	
		<u>493,784</u>		<u>380,706</u>	
Creditors: amounts falling due within one year	17	(39,809)		(43,178)	
Net current assets			<u>453,975</u>		<u>337,528</u>
Total assets less current liabilities			<u>460,198</u>		<u>343,682</u>
Income funds					
Restricted funds	19		188,384		118,668
<u>Unrestricted funds</u>					
Designated funds	20	140,000		140,556	
General unrestricted funds		<u>131,814</u>		<u>84,458</u>	
			<u>271,814</u>		<u>225,014</u>
			<u>460,198</u>		<u>343,682</u>

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 13 June 2023

Mr M Ellis (Treasurer)
Trustee

Company Registration No. 06481146

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	25		52,192		(152,767)
Investing activities					
Proceeds on disposal of investments		-		1,256	
Interest received		588		7	
Net cash generated from investing activities			588		1,263
Net cash used in financing activities			-		-
Net increase/(decrease) in cash and cash equivalents			52,780		(151,504)
Cash and cash equivalents at beginning of year			291,937		443,441
Cash and cash equivalents at end of year			344,717		291,937

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Carefree-Fostering Independence Cornwall is a company limited by guarantee incorporated in England and Wales. The registered office is Clinton Passage, REDRUTH, Cornwall, TR15 2AY. In the event that the charity is wound up the members agree to contribute an amount of not more than £10 towards the assets of the charity in the event of liquidation. The members of the charity are the trustees named on the legal and administrative information page.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, 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)" (as amended for accounting periods commencing from 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

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

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

1 Accounting policies

(Continued)

1.5 Expenditure

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

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

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating staff costs by the time spent and other costs by their usage.

1.6 Tangible fixed assets

Tangible fixed assets costing £500 or more are capitalised and 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	25% straight line basis
-----------------------	-------------------------

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 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 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.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

1 Accounting policies

(Continued)

1.10 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.

1.11 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.

1.12 Retirement benefits

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

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds
	2022 £	2022 £	2022 £	2021 £
Donations and gifts	298	20,000	20,298	69,781
Government grants	-	-	-	520
	<u>298</u>	<u>20,000</u>	<u>20,298</u>	<u>70,301</u>

HMRC - grants have been received totalling £Nil (2021: £520) to help with the furloughed staff whilst in a nationwide lockdown due to COVID-19.

4 Charitable activities

	2022 £	2021 £
Grants and contracts for general charitable purposes	42,204	37,330
Grants and contracts for specific purposes	1,084,053	770,064
Other income	5,067	(125)
	<u>1,131,324</u>	<u>807,269</u>
Analysis by fund		
Unrestricted funds	47,271	37,205
Restricted funds	1,084,053	770,064
	<u>1,131,324</u>	<u>807,269</u>

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

4 Charitable activities

(Continued)

Grants and contracts

Big Lottery	54,629	67,778
BBC Children in Need	51,812	71,163
Bleu Blanc Rouge Foundation	75,000	-
Esmée Fairbairn	50,750	50,000
Cornwall Council Leaving Care Service	276,021	135,567
Cornwall Council Other	239,304	172,808
British Foreign Schools Society	-	30,588
Cornwall Council Engagement & Participation Service	112,584	94,586
CHK Foundation	76,000	-
Learning Partnership - Skills Your Way	50,393	55,238
Other	139,764	129,666
	<u>1,126,257</u>	<u>807,394</u>

£239,304- Cornwall Council Other

This enabled Carefree to deliver specialist support to prevent Care Leavers becoming homeless, work with the Multiply initiative to enable care leavers who do not yet hold a level 2 qualification in maths, deliver specialist support to help Separated Children Seeking Asylum and offer careers guidance and support including through the Compass programme.

The amounts included in other grants and contracts include the following for specific purposes:

£32,000 - Segelman Trust
 £23,000 - The Listening Fund
 £19,060- Cornwall Museum Partnership
 £13,000 - Cornwall Community Foundation
 £10,000 - National Lottery Awards for All
 £500 - Barclays Community Football Fund

The amounts included in other grants and contracts include the following for general charitable purposes:

£27,250 - Lloyds Foundation

5 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Interest receivable	<u>588</u>	<u>7</u>

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

6 Charitable activities

	2022 £	2021 £
Staff costs	798,910	776,778
Depreciation and impairment	556	557
Activity venue hire	5,064	12,801
Project resources	18,749	8,370
Young peoples travel	26,979	22,392
Other project costs	7,890	17,275
Funds 4 care purchases	39,185	50,578
	<u>897,333</u>	<u>888,751</u>
Share of support costs (see note 7)	125,212	113,091
Share of governance costs (see note 7)	13,774	9,872
	<u>1,036,319</u>	<u>1,011,714</u>
Analysis by fund		
Unrestricted funds	1,959	50,784
Restricted funds	1,034,360	960,930
	<u>1,036,319</u>	<u>1,011,714</u>

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

7 Support costs

	Support costs £	Governance costs £	2022 Support costs £	Governance costs £	2021 £
Staff costs	56,032	-	56,032	53,378	53,378
Rent, rates and insurance	14,841	-	14,841	17,713	17,713
Repairs and maintenance	5,576	-	5,576	4,363	4,363
Telephone and fax	15,688	-	15,688	12,610	12,610
Computer software and maintenance costs	19,995	-	19,995	16,906	16,906
Printing, postage and stationery	3,091	-	3,091	3,040	3,040
Sundry expenses	7,502	-	7,502	3,148	3,148
Cleaning	2,325	-	2,325	1,715	1,715
Bank charges	162	-	162	218	218
Audit fees	-	4,380	4,380	-	-
Accountancy	-	3,260	3,260	-	2,080
Legal and professional	-	6,134	6,134	-	4,072
Independent examination fees	-	-	-	-	3,720
	<u>125,212</u>	<u>13,774</u>	<u>138,986</u>	<u>113,091</u>	<u>122,963</u>
Analysed between Charitable activities	<u>125,212</u>	<u>13,774</u>	<u>138,986</u>	<u>113,091</u>	<u>122,963</u>

8 Employees

Number of employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Charitable activities	<u>31</u>	<u>31</u>

Employment costs

	2022 £	2021 £
Wages and salaries	710,313	752,590
Social security costs	59,075	49,359
Other pension costs	31,484	28,207
	<u>800,872</u>	<u>830,156</u>

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

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

9 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Revaluation of investments	625	482
Gain/(loss) on sale of investments	-	74
	<u>625</u>	<u>556</u>

10 Net movement in funds

	2022	2021
	£	£
Net movement in funds is stated after charging/(crediting)		
Fees payable to the company's auditor for the audit of the company's financial statements	4,380	-
Depreciation of owned tangible fixed assets	<u>556</u>	<u>557</u>

11 Trustees

None of the trustees (or any persons connected with them) received any remuneration from the charity during the year.

No trustees were reimbursed for expenses in the year (2021: none).

12 Taxation

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

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

13 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 January 2022	4,456
At 31 December 2022	4,456
Depreciation and impairment	
At 1 January 2022	3,900
Depreciation charged in the year	556
At 31 December 2022	4,456
Carrying amount	
At 31 December 2022	-
At 31 December 2021	556

14 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2022	5,598
Valuation changes	625
At 31 December 2022	6,223
Carrying amount	
At 31 December 2022	6,223
At 31 December 2021	5,598

15 Financial instruments

	2022 £	2021 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	6,223	5,598

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

16 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	10,250	-
Other debtors	552	1,131
Prepayments and accrued income	138,265	87,638
	<u>149,067</u>	<u>88,769</u>

17 Creditors: amounts falling due within one year

	2022 £	2021 £
Other taxation and social security	16,988	11,632
Trade creditors	4,881	6,457
Other creditors	11,220	8,772
Accruals and deferred income	6,720	16,317
	<u>39,809</u>	<u>43,178</u>

18 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 the statement of financial activities in respect of defined contribution schemes was £31,484 (2021: £28,207).

There were £6,425 (2021: £4,151) of outstanding contributions at the year end.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

19 Restricted funds

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

	Balance at 1 January 2021	Movement in funds				Transfers	Balance at 1 January 2022	Movement in funds				Transfers	Balance at 31 December 2022
	£	Incoming resources	Resources expended	£	£			Incoming resources	Resources expended	£	£		
Big Lottery	10,247	42,284	(52,622)	91	-	-	-	-	-	-	-	-	-
BBC Children in Need	39,567	71,163	(93,909)	-	16,821	-	16,821	51,812	(62,931)	-	-	-	5,702
Blue Blanc Rouge Foundation	99,608	-	(99,608)	-	-	-	-	75,000	(75,000)	-	-	-	-
Esmée Fairbairn Foundation	40,602	50,000	(53,102)	-	37,500	-	37,500	50,750	(44,314)	-	-	-	43,936
Cornwall Council - 16+ Careleaver Service	-	152,484	(152,484)	-	-	-	-	276,021	(278,320)	-	-	-	(2,299)
Cornwall Council - Participation and Engagement Services	-	56,292	(33,494)	-	22,798	-	22,798	112,584	(116,310)	-	-	-	19,072
Cornwall Council - Other	-	34,413	(25,649)	-	8,764	-	8,764	239,304	(174,907)	2	2	2	73,163
Cornwall Community Foundation	3,327	15,000	(12,703)	-	5,624	-	5,624	11,000	(13,245)	4	4	4	3,383
British and Foreign Schools Society	-	30,588	(30,589)	1	-	-	-	-	-	-	-	-	-
Listening Fund (Blagrove Trust)	-	23,000	(17,187)	-	5,813	-	5,813	23,000	(24,527)	-	-	-	4,286
Barnardos	5,627	19,250	(24,879)	2	-	-	-	-	-	-	-	-	-
CHK Foundation	-	-	-	-	-	-	-	76,000	(61,697)	-	-	-	14,303
Big Lottery Keeping in Touch	-	25,494	(12,377)	-	13,117	-	13,117	54,629	(54,374)	-	-	-	13,372
Cornwall Council - Participation and Engagement Services (2016 - 2021)	48,356	38,294	(86,650)	-	-	-	-	-	-	-	-	-	-
Local Authority - Leaving Care Services (Via The Learning Partnership for Cornwall and the Isles of Scilly) (2016 - 2021)	57,269	135,567	(192,835)	(1)	-	-	-	-	-	-	-	-	-
Other Grants	11,043	20,997	(23,812)	3	8,231	-	8,231	51,560	(45,618)	17	17	17	14,190
Learning Partnership - Skills Your Way	(6,208)	55,238	(49,030)	-	-	-	-	50,393	(51,117)	-	-	-	(724)
Segelman Trust	-	-	-	-	-	-	-	32,000	(32,000)	-	-	-	-
	309,438	770,064	(960,930)	96	118,668	-	118,668	1,104,053	(1,034,360)	23	23	23	188,384

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

19 Restricted funds	(Continued)
Description, nature and purpose of restricted funds	
<i>Big Lottery</i>	
Positive activities and accreditation for young people in and leaving care.	
<i>BBC Children in Need</i>	
Peer mentor development.	
<i>Blue Blanc Rouge Foundation</i>	
Core funding to enable us to help care experienced young people have better lives.	
<i>Esmée Fairbairn Foundation</i>	
Core funding to promote better emotional and mental health, improve local services and influence national services for young people in and leaving care.	
<i>Cornwall Council - 16+ Careleaver Service</i>	
For provision of a Personal Advisor service for young people leaving care.	
<i>Cornwall Council - Participation and Engagement Services</i>	
Enabling young people in and leaving care to associate with their peers and influence the services they receive.	
<i>Cornwall Council - Other</i>	
• Support to care experienced year 11's with careers advice and guidance. • Contain Outbreak Management Fund piloting work with adopted young people. • Funding to help us get care experienced young people into education, employment and/or training.	

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

19 Restricted funds	(Continued)
<i>Cornwall Community Foundation</i>	A range of small grants to enable us to build capacity, support young people to build relationships which protect against exploitation and to become more economically resilient.
<i>British and Foreign School Society</i>	Deliver Edulink, working in schools to enable young people in care to achieve.
<i>Listening Fund (Blagrove Trust)</i>	Improving how we listen to young people and influencing the local authority to do the same.
<i>Barnardos</i>	Supporting our partnership work with a national children's charity.
<i>CHK Foundation</i>	Funding to enable us to improve housing options for care experienced young people.
<i>Big Lottery Keeping in Touch</i>	Group work, social and emotional support, resilience building positive activities to young people aged over 16 who are care experienced.
<i>Cornwall Council - Participation and Engagement Services (2016 - 2021)</i>	Enabling young people in and leaving care to associate with their peers and influence the services they receive.
<i>Local Authority - Leaving Care Services (via The Learning Partnership for Cornwall and the Isles of Scilly)</i>	For provision of a Personal Advisor service for young people leaving care.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

19 Restricted funds

Learning Partnership - Skills Your Way

Funding to offer young people who are disengaged, or at risk of becoming disencouraged, from education, employment and training access to support appropriate to their individual needs.

Segelman Trust

Core funding to enable us to help care experienced young people have better lives.

(Continued)

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

20 Designated funds

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

	Balance at 1 January 2021	Resources expended	Transfers	Balance at 1 January 2022	Resources expended	Balance at 31 December 2022
	£	£	£	£	£	£
Closure costs	58,000	-	82,000	140,000	-	140,000
Capital reserve	1,113	(557)	-	556	(556)	-
	<u>59,113</u>	<u>(557)</u>	<u>82,000</u>	<u>140,556</u>	<u>(556)</u>	<u>140,000</u>

Purposes of designated funds

Closure Costs - This fund is to be utilised should the charity cease to operate to ensure that all closure costs can be funded.

Capital Reserve - This fund equals the net book value of tangible fixed assets.

21 Analysis of net assets between funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Fund balances at 31 December 2022 are represented by:						
Tangible assets	-	-	-	556	-	556
Investments	6,223	-	6,223	5,598	-	5,598
Current assets/(liabilities)	265,591	188,384	453,975	255,318	82,210	337,528
	<u>271,814</u>	<u>188,384</u>	<u>460,198</u>	<u>261,472</u>	<u>82,210</u>	<u>343,682</u>

22 Capital commitments

At 31 December 2022 the charity had capital commitments as follows:

Contracted for but not provided in the financial statements:

Acquisition of intangible assets	-	3,000
	<u>-</u>	<u>3,000</u>

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

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

23 Related party transactions

Remuneration of key management personnel

Key management personnel in 2022 consisted of 3 members of staff (2021: 2). The remuneration of key management personnel is as follows.

	2022 £	2021 £
Aggregate compensation	120,694	87,918

The charity is controlled by the trustees who are all directors of the company.

Transactions totalling £175 (2021: £Nil) relating to casual employment of a close family member of one of the key management personnel took place during the year. There were £Nil amounts outstanding as at 31 December 2022 (2021: £Nil).

24 Analysis of changes in net funds

The charity had no debt during the year.

25 Cash generated from operations	2022 £	2021 £
Surplus/(deficit) for the year	116,516	(133,581)
Adjustments for:		
Investment income recognised in statement of financial activities	(588)	(7)
Gain on disposal of investments	-	(74)
Fair value gains and losses on investments	(625)	(482)
Depreciation and impairment of tangible fixed assets	556	557
Movements in working capital:		
(Increase) in debtors	(60,298)	(28,084)
(Decrease)/increase in creditors	(3,369)	8,904
Cash generated from/(absorbed by) operations	52,192	(152,767)

Carefree Cornwall

England & Wales - Charity number 1124492

Accounts



Charity registration number 1124492

Company registration number 06481146 (England and Wales)

CAREFREE-FOSTERING INDEPENDENCE CORNWALL
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms JB Hampton (Chair) Mr M Ellis (Treasurer) Mr R Grant Ms C Walker-Booth Ms M Carne Ms H Seymour Mr L Tilley Ms ND Johnson (Appointed 17 June 2021)
Secretary	Ms S Mari Eggins, Chief Executive Officer
Charity number	1124492
Company number	06481146
Principal address	Clinton Passage REDRUTH Cornwall TR15 2AY
Registered office	Clinton Passage REDRUTH Cornwall TR15 2AY
Independent examiner	Mark Williams FCA DChA RRL LLP Peat House Newham Road TRURO Cornwall TR1 2DP
Bankers	CAF Bank Limited 25 Kings Hill Avenue Kings Hill WEST MALLING Kent ME19 4JQ

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CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their annual report and financial statements for the year ended 31 December 2021.

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 Memorandum and Articles of Association, 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)" (as amended for accounting periods commencing from 1 January 2019).

Objectives and activities

The objects of the Charity are:

To act as a resource for young people up to the age of 25 with particular focus on those aged 13 to 17 living in Cornwall and who have been, are or at risk of being in care by providing advice and assistance and organising programmes of physical, educational and other activities as a means of:

- a) Advancing in life and helping them by developing their skills, capacities and capabilities to enable them to participate in society as independent, mature and responsible individuals;
- b) Advancing education and training;
- c) Relieving unemployment;
- d) Providing recreational and leisure time activity in the interests of social welfare for young people living in the area of benefit who have need by reason of their youth, age, infirmity or disability, poverty or social and economic circumstances with a view to improving the conditions of life of such persons.

Principal activity

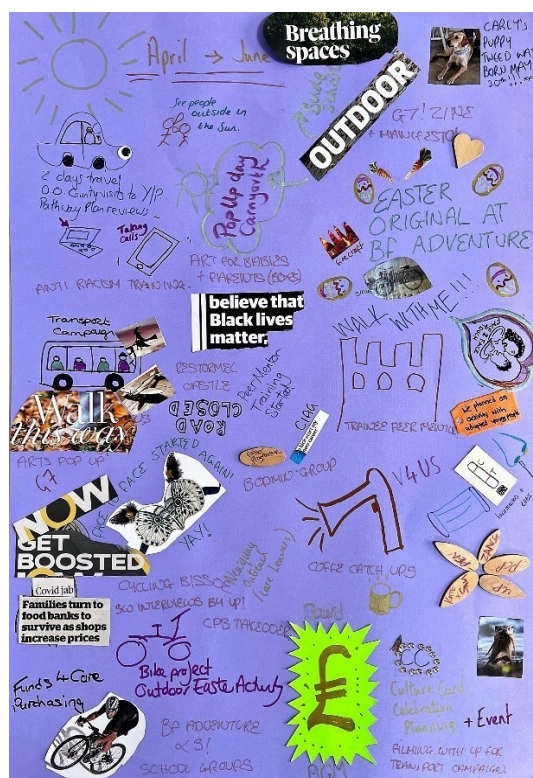
The principal activity of the charity is to work with young people in or leaving care, giving them the skills to do things for themselves and others.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Achievements and performance

In December 2021 staff reviewed and remembered this strange year, underpinned by a pandemic. Here are the pictures we drew of each quarter of the year.



CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

Our Target Outcomes

During 2021 Carefree staff, Board and young people worked together to identify a set of target outcomes that we could measure our work against. Originating as a Covid 19 Recovery Plan, the outcomes are intended to show all of Carefree's stakeholders how our work is based in the same principles across all the areas of our work – the principles of building strong relationships, supporting young people at times of transition and enabling care experienced young people to have a voice.

We have written this annual review against those targets, expressed in the diagram below; on the following pages, we have identified each of the individual targets and shown our progress against them, along with an example of work delivered against each outcome.



120 young people are involved in 30-50 hours of peer led group activity – sports, arts and personal development

- Care experienced young people will develop their ability to develop positive relationships
- Care experienced young people will develop their ability to work with others in a group setting
- Care experienced young people will develop their ability to understand themselves and others
- Care experienced young people will enjoy and achieve through positive activities
- Through peer support and leadership, care experienced young people will be seen as active participants and positive role models

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

Our actual outcomes:

132 young people attended an average of 42.5 hours of group activity. This included week-long residentials, ten week evening groups and holiday and weekend activity. Almost all of the young people were evidenced to have increased their ability to work with others in a group setting and develop their understanding of self and others. 46 young people gained a total of 63 formal accreditations for their work including in Team work, Managing Social Relationships, Arts Award and animal care.

Spotlight on... The Culture Card

Carefree and Cornwall Museums Partnership worked together this year to bring young people's work towards a Culture card, allowing children and young people in care 'plus one' entry to many of Cornwall's wonderful museums and galleries. Young people worked with the Museums Partnership in a range of group work activities where, whilst forming positive relationships, offering peer support and creating their own original art work, they showed how care experienced young people can advocate for better access and inclusion, overcome barriers, celebrate creativity and share success.

160 – 180 young people who have been in the care of Cornwall Council for at least 13 weeks after their 14th birthday, including their 16th birthday, receive a Personal Advisor service which helps them to move into adulthood.

- Care leavers will be supported in their transition to independent living
- Care leavers will be supported to succeed in education, employment and/or training
- Care leavers will be enabled to be safe and secure, including in where they live
- Care leavers will be supported to maintain and improve physical and mental health and wellbeing
- Care leavers will be supported to achieve economic well being

Our actual outcomes:

Our team of Personal Advisors supported 196 young people in this way through 2021. Supporting young people in Cornwall and undertaking out of county visits when a young person originally from Cornwall had moved, Carefree PA's were in touch with all of the young people on their caseloads and acted as a consistent adult to support the complex move into adulthood.

Spotlight on... Care Leavers' Photography project, April 2021

Personal Advisors supported young people to work with a photographer at Restormel Castle, learning to take photographs, reflecting on their own lives in a safe context and making new friends.

We will keep in touch with 180 young people who attend our youth and community and/or Careers IAG services at least every 3 months

- Young people will have a sense of 'being held in mind' by Carefree which will potentially impact positively on their emotional well being
- We will be ensuring that young people know about the range of services we offer and that they can choose to participate in them
- Young people will have the opportunity to actively engage in services that interest them
- We will be able to make sure that the details we hold on young people are accurate and that young people continue to consent to us holding them

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

Our actual outcomes:

We learnt during the Pandemic how important our phone calls and exchange of texts were to the young people we work with and developing a 'Keeping in Touch' process this year has been a strong element of our Covid recovery. In actual fact we were in touch in 2021 with 231 young people who came to our services on a voluntary, social education basis. Every care experienced young person now has a 'Keeping in Touch' worker who will ensure that they are engaged with activities, receiving regular offers and being supported to know that they are held in mind. One of the strongest pieces of feedback we've ever been given is that 'Carefree never forgot me'. This process will ensure that all our young people have that sense of being kept in mind.

Spotlight on...

25+ Celebration lunch and Graduation day, BF Adventure, October 2021

A group of young people who had reached 25 and were moving out of Carefree's age range met with staff to reflect on their journey through Carefree. Three of the young people had been with the organisation for at least ten years. Some are continuing to volunteer for us. Tears were shed, memories were shared and the young people confirmed that their take-away from Carefree was in the positive relationships they had developed, with youth workers, with PA's, with each other.

We will help 240 young people to move through the Leaving Care process through an integrated Personal Advisor, Youth and Community and Careers IAG service.

- We will ensure that the range of services we offer young people are integrated
- We will ensure that every care experienced young person who uses Carefree's services will have an opportunity to build positive relationships
- We will offer enhanced services based on the range of statutory and voluntary delivery that we offer, so that young people can receive an excellent Personal Advisor service combined with opportunities to meet other young people and make friends, the chance to gain accreditation, specialist support to ensure positive education and employment outcomes and the opportunity to have a voice as young people with care experience.
- We will develop opportunities for Care Leavers to advocate for better services – particularly in terms of mental health, housing, transport, leisure facilities and employment.
- We will develop a Housing steering group which will seek to improve housing outcomes for Care Leavers

Our actual outcomes:

In 2021 we provided an in-person support service to 286 young people aged 16 and older

Spotlight on...

Carefree's Housing Project

Towards the end of 2021 we were able to take our Housing project from an idea – from young people, staff and partners – to a reality, developing a project with the following outcomes:

- There will be an increased range of accommodation that is available to care leavers in Cornwall
- Care leavers are involved in developing housing options
- Care leavers will develop skills in maintaining tenancies and caring for and maintaining their homes
- Housing services in Cornwall become more trauma-informed and better able to support tenants with adverse childhood experiences

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

We will help 80 – 100 young people improve their outcomes in terms of Education, Employment and Training

- Care experienced young people will move into, or closer to, education employment and/or training
- Young people will increase their understanding of the work and study opportunities available to them
- Young people who are isolated through unemployment will build the social and emotional skills they need to move into work and/or education
- Young people will achieve accreditation for their learning

Our actual outcomes:

94 young people were helped move closer to fulfilling employment and/or education, with 25 unemployed young people now in long term employment because of our help. 63 employers agreed to consider the Care Leavers' Covenant, where employers commit to acting as 'Corporate Aunties and Uncles' to care leavers.

Spotlight on...

Carefree Drop In

In 2021 we developed a regular drop in for care experienced young people moving closer to employment. Sessions included making informed decisions, interview skills, CV writing, what employers are looking for, job choice, life skills, accreditation, relationship building skills and fun. Seven young people achieved the "Understanding Self for Personal Development" accreditation and are moving on to "Preparation for employment".

We will support 5 - 10 sets of care-experienced parents and their children

- Care experienced young parents will increase their understanding of what 'good enough' parenting looks like
- 5 - 15 children will be more likely to be safe happy and healthy as they grow up
- Care experienced young parents will be supported to understand their own histories in the context of becoming parents
- Care experienced young parents will be helped to improve their ability to 'mentalise' their child, to understand what it feels like to be that child and what their needs and wishes may be

Our actual outcomes:

In 2021 we developed our commitment to the children of our care leavers, following Public Health's commitment to the Corporate Parenting Board that we will aim for 'no child in care to have a child in care'. We took part in regular development sessions with health visitors and midwives on the needs of care experienced parents and helped ensure that health services automatically offered these parents an enhanced level of midwifery support. We were able to send parents baby boxes and toys for children during lockdowns and increased capacity for PA's and youth workers to hold the children of care leavers in mind through joint training with WILD young parent's project.

Spotlight on...

Consultation day with young parents, December 2021

We worked with a group of care-experienced parents and their children about how we can support them and their children to have better lives. At the workshop young parents told us that 'others don't get how it feels to be a care experienced and a parent' and spoke about fear and stereotypes around assessments, as well as how difficult it can be to ask for help. We are continuing to develop this project through 2022.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

We will enable 30-50 young people to positively influence local policies relating to the Care system

- Care experienced young people will have given feedback on the services they receive from Cornwall Council
- Cornwall Council will have been enabled to evidence 4-6 significant positive changes as a result of this feedback
- The practice of practitioners in the service – for example, social workers, foster carers – will have been improved through the input of care experienced young people in their training
- Services will be improved through the selection of practitioners who are skilled at engaging young people, through the involvement of care experienced young people in interview panels
- Understanding of the lived experience of care experienced young people will influence academic and other research through Carefree's support of research and study

Our actual outcomes:

32 young people took an active part in local participation this year. Positive changes young people brought about included a recognition that care leavers needed better transport support, which is informing planning, a continued focus on emotional well being and mental health, enabling children and young people access to galleries and museums, increased support to care experienced parents and the development of the Housing initiative.

Spotlight on...

Carefree Zine for world leaders – and locals!

Young people designed, created and printed a zine for the G7 Summit expressing their views on issues they feel are important. The exhibition was displayed at the event in Carbis Bay and then at County Hall, Truro.

We will enable 5-10 young people to influence national policy and practice for care experienced children and young people

- Care experienced young people will have had the opportunity to travel, virtually or in person, to other parts of the country to meet peers with care experience
- Young people will be able to feed back that, through this work, they have helped influence 3-4 significant positive changes to policy and/or practice
- Young people will be able to feed back that through this work they have improved services for themselves and their peers in terms of some or all of transport, work and employability, education, housing, physical and mental health and emotional well being

Our actual outcomes:

9 young people were involved in national participation this year which included informing a national research project on Covid, the National Leaving Care Benchmarking Forum, the England Care Review and the All Party Parliamentary group on children in care and care leavers. Professional advice was given to workers in other local authorities including Devon and Jersey.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

Spotlight on...

Carefree presentation to All Party Parliamentary Group on Community, June 2021:

"Carefree is like a family. You'll hear young people say 'Carefree is a family'. Everyone feels comfortable."

Duncan Williams, Youth Worker at Carefree Cornwall, South West evidence session

"It's allowed me to meet other young people who are kind of in the same situation as me. I got to do that through a training course and I learned about confidentiality and the best ways to be a role model to carry my role forward for the better, and then I had to pass a panel to be officially a peer mentor. Before people start they have a friend and someone they know when they come to this new environment."

Lottie, peer mentor for Carefree Cornwall, South West evidence session

We will enable 20-30 young people with care experience to volunteer to support their peers

- Care experienced young people will have improved confidence, sense of self and employability skills through learning to be a volunteer
- Care experienced young people will see other young people with care experience actively involved in delivering the services they attend
- Young people – both volunteers and recipients of their support – will have improved social, emotional and mental health through positive relationships with others
- Young people will gain accredited outcomes for their training and volunteering
- Young people will increase in their ability to manage relationships
- Young people will have increased self-awareness
- Young people will have increased understanding of others

Our actual outcomes:

26 young people supported others as peer mentors or young adult volunteers in this year. A comprehensive training offer was provided and young people gained accreditation in areas like Interpersonal Skills, Team Work and Developing Skills for a Healthy Lifestyle. Peer mentoring has been the bedrock of Carefree's relationship based philosophy since we began, with 6 young people and one worker, in 2005. A care experienced peer mentor exemplifies the values we believe in; that young people with care experience are able to do things for themselves, and to support others.

Spotlight on...

Carefree pilot work with adopted young people

In 2021 Carefree used the learning we have developed over 18 years, and the voices of adopted young people and their parents, to develop a bespoke week for adopted young people. We learnt from young people and their families that there were many similarities between young people who had left care to be adopted and their peers who had grown up in care. Two adopted young people took part in Carefree peer mentor training, and two of Carefree's existing peer mentors supported the programme's development. Seven adopted young people took part in this pilot, with six completing a week in October at BF Adventure.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

Working in Partnership

Throughout 2021, Carefree has worked closely with local and national partners who include:

- Cornwall Council – the social workers, foster carers and PA's who work directly with the young people we serve but also the wider local Authority as it continues to develop its ability to be a good Corporate Parent
- Health, particularly the designated nurse team for children in care but also including health visitors, midwives, GP's, hospitals and commissioned services like With You, Cornwall's substance misuse partner
- Schools and colleges
- Voluntary and Community sector partners that Carefree has grown up with, and learnt so much from along the way – including WILD, BF Adventure, Young People Cornwall, The Learning Partnership for Cornwall and the Isles of Scilly, Barnardos and the CAB

Financial review

The results for the year are shown in the statement of financial activities on page 12 and show net (outgoing)/incoming resources for the year of £133,581 (2020: £231,537), a surplus of £57,189 was generated in respect of unrestricted funds (2020: £17,547).

Reserves policy

The charity holds three months running costs plus closure costs at year end in line with its reserves policy. This is monitored monthly. The current balance in general reserves (excluding the capital reserve) is £84,458 which is assessed as adequate to support the organisation's financial stability going forwards.

Investment policy

The trustees have considered the most appropriate policy for investing funds and find that the current arrangement with short term bank deposits meets the requirement to generate a reasonable return on capital whilst maintaining access to funds for operational purposes.

Risk management

The trustees have examined the major strategic risks to which the charity is exposed and are satisfied that systems are in place to minimise or mitigate these. The trustees will continue to review potential risks on a regular basis and will take further action to minimise or mitigate these risks as required.

Plans for future periods

Carefree has built on our learning in the last year and will be developing work in the future which enables more care experienced young people to have a good life.

In 2022 we will continue to focus on enabling care experienced young people to have positive relationships, support them at times of transition and enable them to have a voice. We will use these strategies to develop our services in several areas, including

- Developing a range of work that supports care experienced young people into better housing
- Offering bespoke support to separated children seeking asylum
- Working with key partners across Cornwall's Corporate Parent which ensure that young people receive high quality, trauma informed services in which their voices are clearly listened to and heard.

Structure, governance and management

Carefree - Fostering Independence Cornwall is a company limited by Guarantee governed by its Memorandum and Articles of Association dated 23 January 2008 and amended 23 May 2008. It became a registered charity with the Charity Commission on 12 June 2008. In the event that the charity is wound up the members agree to contribute an amount of not more than £10 to the assets of the charity.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

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:

Ms JB Hampton (Chair)

Mr M Ellis (Treasurer)

Mr R Grant

Ms C Walker-Booth

Ms M Carne

Ms H Seymour

Mr L Tilley

Ms ND Johnson

(Appointed 17 June 2021)

Recruitment and induction of trustees

The directors of the company are also charity trustees for the purposes of charity law. The trustees may appoint a person who is willing to act to be a trustee. Potential trustees meet the trustees and management prior to the proposal as a trustee. Once appointed, trustees undertake an induction into the working of the charity including observing operational activity, discussions with staff and reading information such as accounts and other evaluation documents.

Organisation

The trustees are legally responsible for the overall control and management of the charity. The Chief Executive Officer is responsible for the day to day management and administration of the charity and reports to the trustees.

Remuneration policy for key management personnel

The trustees consider the Chief Executive Officer and the Finance Manager to comprise the key management personnel of the charity.

The pay of the senior staff is reviewed annually and normally increased in accordance with average earnings. In view of the nature of the charity, the Trustees benchmark against pay levels in other similar organisations.

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

Mr M Ellis (Treasurer)

Trustee

9 June 2022

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF CAREFREE-FOSTERING INDEPENDENCE CORNWALL

I report to the trustees on my examination of the financial statements of Carefree-Fostering Independence Cornwall (the charity) for the year ended 31 December 2021.

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 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 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.

Mark Williams FCA DChA

RRL LLP
Peat House
Newham Road
TRURO
Cornwall
TR1 2DP

Dated: 17 June 2022

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total Unrestricted funds 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Income from:							
Donations and legacies	3	70,301	-	70,301	15,887	20,000	35,887
Charitable activities	4	37,205	770,064	807,269	116,169	866,040	982,209
Investments	5	7	-	7	49	-	49
Total income		107,513	770,064	877,577	132,105	886,040	1,018,145
Expenditure on:							
Charitable activities	6	50,784	960,930	1,011,714	112,116	674,015	786,131
Net gains/(losses) on investments	10	556	-	556	(477)	-	(477)
Net incoming/(outgoing) resources before transfers		57,285	(190,866)	(133,581)	19,512	212,025	231,537
Gross transfers between funds		(96)	96	-	(1,965)	1,965	-
Net movement in funds		57,189	(190,770)	(133,581)	17,547	213,990	231,537
Fund balances at 1 January 2021		167,825	309,438	477,263	150,278	95,448	245,726
Fund balances at 31 December 2021		225,014	118,668	343,682	167,825	309,438	477,263

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

All income and expenditure derive from continuing activities.

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

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	13		556		1,113
Investments	12		5,598		6,298
			<u>6,154</u>		<u>7,411</u>
Current assets					
Debtors	15	88,769		60,685	
Cash at bank and in hand		291,937		443,441	
		<u>380,706</u>		<u>504,126</u>	
Creditors: amounts falling due within one year	16	(43,178)		(34,274)	
Net current assets			<u>337,528</u>		<u>469,852</u>
Total assets less current liabilities			<u>343,682</u>		<u>477,263</u>
Income funds					
Restricted funds	18		118,668		309,438
<u>Unrestricted funds</u>					
Designated funds	20	140,556		59,113	
General unrestricted funds		84,458		108,712	
		<u>225,014</u>		<u>167,825</u>	
			<u>343,682</u>		<u>477,263</u>

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2021

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 December 2021.

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 9 June 2022

Mr M Ellis (Treasurer)

Trustee

Company Registration No. 06481146

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	24		(152,767)		223,088
Investing activities					
Proceeds on disposal of investments		1,256		1,076	
Interest received		7		49	
Net cash generated from investing activities			1,263		1,125
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(151,504)		224,213
Cash and cash equivalents at beginning of year			443,441		219,228
Cash and cash equivalents at end of year			291,937		443,441

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

Carefree-Fostering Independence Cornwall is a private company limited by guarantee incorporated in England and Wales. The registered office is Clinton Passage, REDRUTH, Cornwall, TR15 2AY. In the event that the charity is wound up the members agree to contribute an amount of not more than £10 towards the assets of the charity in the event of liquidation. The members of the charity are the trustees named on the legal and administrative information page.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, 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)" (as amended for accounting periods commencing from 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

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

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.5 Expenditure

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

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

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating staff costs by the time spent and other costs by their usage.

1.6 Tangible fixed assets

Tangible fixed assets costing £500 or more are capitalised and 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	25% straight line basis
-----------------------	-------------------------

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 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 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.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.10 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.

1.11 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.

1.12 Retirement benefits

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

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds	Restricted funds	Total
	2021 £	2020 £	2020 £	2020 £
Donations and gifts	69,781	446	20,000	20,446
Government grants	520	15,441	-	15,441
	<u>70,301</u>	<u>15,887</u>	<u>20,000</u>	<u>35,887</u>

HMRC - grants have been received totalling £520 (2020: £15,441) to help with the furloughed staff whilst in a nationwide lockdown due to COVID-19.

4 Charitable activities

	2021 £	2020 £
Grants and contracts for general charitable purposes	37,330	116,019
Grants and contracts for specific purposes	770,064	866,040
Other income	(125)	150
	<u>807,269</u>	<u>982,209</u>
Analysis by fund		
Unrestricted funds	37,205	116,169
Restricted funds	770,064	866,040
	<u>807,269</u>	<u>982,209</u>

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

4 Charitable activities

(Continued)

Grants and contracts

Big Lottery	67,778	83,337
BBC Children in Need	71,163	74,647
Bleu Blanc Rouge Foundation	-	125,000
Esmée Fairbairn	50,000	76,000
Learning Partnership - Building Better Opportunities	-	36,222
Cornwall Council (see below)	402,961	383,722
British Foreign Schools Society	30,588	15,079
Learning Partnership - Ambitions	-	9,558
Youth Music	-	10,498
Learning Partnership - Skills Your Way	55,238	-
Other	129,666	167,996
	<u>807,394</u>	<u>982,059</u>

The amounts included in Cornwall Council include the following for specific purposes:

£152,484 - 16+ Careleaver Service

£135,567 - Leaving Care Services (Via The Learning Partnership for Cornwall and the Isles of Scilly) (2016 - 2021)

£56,292- Participation and Engagement Services (2021 - 2026)

£38,294 - Participation and Engagement Services (2016 - 2021)

£8,324 - Careers, Information and Advice Guidance Year 11's Pilot

£7,000 - Contain Outbreak Management Fund Adoption Pilot

£5,000 - DWP Household Support

The amounts included in other grants and contracts include the following for specific purposes:

£23,000 - The Listening Fund

£20,000 - Lloyds Foundation

£19,250 - Barnardos - Triangles Care Journey Project

£15,000 - Cornwall Community Foundation

£14,089 - Compass Project

£997 - Reverberate

The amounts included in other grants and contracts include the following for general charitable purposes:

£25,000 - Lloyds Foundation

£9,130 - Cornwall Council

£1,500 - Other grants

£750 - Esmée Fairbairn

£550 - Edulink

£400 - Listening Fund

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

5 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	7	49

6 Charitable activities

	2021	2020
	£	£
Staff costs	776,778	606,648
Depreciation and impairment	557	557
Activity venue hire	12,801	6,290
Project resources	8,370	5,576
Young peoples travel	22,392	16,609
Other project costs	17,275	39,775
Funds 4 care purchases	50,578	-
	888,751	675,455
Share of support costs (see note 7)	113,091	105,879
Share of governance costs (see note 7)	9,872	4,797
	1,011,714	786,131
Analysis by fund		
Unrestricted funds	50,784	112,116
Restricted funds	960,930	674,015
	1,011,714	786,131

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

7 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Staff costs	53,378	-	53,378	47,000	-	47,000
Rent, rates and insurance	17,713	-	17,713	18,021	-	18,021
Repairs and maintenance	4,363	-	4,363	8,730	-	8,730
Telephone and fax	12,610	-	12,610	16,259	-	16,259
Computer software and maintenance costs	16,906	-	16,906	7,305	-	7,305
Printing, postage and stationery	3,040	-	3,040	2,357	-	2,357
Sundry expenses	3,148	-	3,148	3,396	-	3,396
Cleaning	1,715	-	1,715	1,714	-	1,714
Bad debt write off	-	-	-	360	-	360
Advertising	-	-	-	612	-	612
Bank charges	218	-	218	125	-	125
Audit fees	-	3,720	3,720	-	-	-
Accountancy	-	2,080	2,080	-	3,203	3,203
Legal and professional	-	4,072	4,072	-	1,594	1,594
	<u>113,091</u>	<u>9,872</u>	<u>122,963</u>	<u>105,879</u>	<u>4,797</u>	<u>110,676</u>
Analysed between						
Charitable activities	<u>113,091</u>	<u>9,872</u>	<u>122,963</u>	<u>105,879</u>	<u>4,797</u>	<u>110,676</u>

Governance costs includes payments to the accountants of £2,080 (2020 - £2,280) for independent examination fees.

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration from the charity during the year.

No trustees were reimbursed for expenses in the year (2020: one trustee £23).

9 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Charitable activities	<u>31</u>	<u>28</u>

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

9 Employees		(Continued)	
Employment costs	2021 £	2020 £	
Wages and salaries	752,590	592,126	
Social security costs	49,359	43,751	
Other pension costs	28,207	17,771	
	<u>830,156</u>	<u>653,648</u>	

Included in the above wages and salary costs are redundancy costs totalling £18,000 (2020: £Nil).

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

10 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Revaluation of investments	482	(546)
Gain/(loss) on sale of investments	74	69
	<u>556</u>	<u>(477)</u>

11 Taxation

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

12 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2021	6,298
Valuation changes	482
Disposals	(1,182)
	<u>5,598</u>
At 31 December 2021	
Carrying amount	
At 31 December 2021	5,598
	<u>6,298</u>
At 31 December 2020	

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

13 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 January 2021	4,456
At 31 December 2021	4,456
Depreciation and impairment	
At 1 January 2021	3,343
Depreciation charged in the year	557
At 31 December 2021	3,900
Carrying amount	
At 31 December 2021	556
At 31 December 2020	1,113

14 Financial instruments

	2021 £	2020 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	5,598	6,298

15 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	-	22,645
Other debtors	1,131	35,340
Prepayments and accrued income	87,638	2,700
	88,769	60,685

16 Creditors: amounts falling due within one year

	2021 £	2020 £
Other taxation and social security	11,632	13,420
Trade creditors	6,457	7,336
Other creditors	8,772	7,580
Accruals and deferred income	16,317	5,938
	43,178	34,274

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

17 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 the statement of financial activities in respect of defined contribution schemes was £28,207 (2020: £17,771).

There was £4,151 (2020: £4,776) of outstanding contributions at the year end.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

18 Restricted funds

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

	Balance at 1 January 2020	Movement in funds				Transfers 1 January 2021	Balance at 1 January 2021	Movement in funds				Transfers	Balance at 31 December 2021
	£	Incoming resources	Resources expended	£	£			Incoming resources	Resources expended	£	£		
Big Lottery	3,721	83,337	(76,811)	-	10,247	-	10,247	42,284	(52,622)	-	91	-	-
BBC Children in Need	5,572	74,647	(40,691)	39	39,567	-	39,567	71,163	(93,909)	-	-	-	16,821
Co-Operative Foundation	-	35,000	(35,000)	-	-	-	-	-	-	-	-	-	-
Esmée Fairbairn Foundation	35,254	50,000	(42,652)	(2,000)	40,602	-	40,602	50,000	(53,102)	-	-	-	37,500
Cornwall Council - 16+ Careleaver Service	-	-	-	-	-	-	-	152,484	(152,484)	-	-	-	-
Cornwall Council - Participation and Engagement Services	-	-	-	-	-	-	-	56,292	(33,494)	-	-	-	22,798
Cornwall Council - Other	-	-	-	-	-	-	-	20,324	(11,560)	-	-	-	8,764
Youth Music	4,699	10,498	(15,197)	-	-	-	-	-	-	-	-	-	-
British and Foreign Schools Society	10,239	15,079	(25,322)	4	-	-	-	30,588	(30,589)	1	-	-	-
Listening Fund (Blagrove Trust)	10,035	-	(9,704)	(331)	-	-	-	23,000	(17,187)	-	-	-	5,813
Barnardos	-	13,750	(8,123)	-	5,627	-	5,627	19,250	(24,879)	2	-	-	-
Big Lottery Keeping in Touch	-	-	-	-	-	-	-	25,494	(12,377)	-	-	-	13,117
Cornwall Council - Participation and Engagement Services (2016 - 2021)	13,473	112,588	(77,705)	-	48,356	-	48,356	38,294	(86,650)	-	-	-	-
Local Authority - Leaving Care Services (Via The Learning Partnership for Cornwall and the Isles of Scilly) (2016 - 2021)	22,430	271,134	(236,295)	-	57,269	-	57,269	135,567	(192,835)	(1)	-	-	-
Other Grants	-	181,436	(73,666)	-	107,770	-	107,770	105,324	(199,242)	3	-	-	13,855
Learning Partnership - Building Better Opportunities End to End	(11,250)	30,447	(25,880)	6,683	-	-	-	-	-	-	-	-	-
Learning Partnership - Building Better Opportunities participant costs	3,911	-	-	(3,911)	-	-	-	-	-	-	-	-	-
Learning Partnership - Ambitions	(2,636)	8,124	(6,969)	1,481	-	-	-	-	-	-	-	-	-
	95,448	886,040	(674,015)	1,965	309,438	1,965	309,438	770,064	(960,930)	-	96	-	118,668

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

18 Restricted funds	(Continued)
Description, nature and purpose of restricted funds	
<i>Big Lottery</i>	
Positive activities and accreditation for young people in and leaving care	
<i>BBC Children in Need</i>	
Peer mentor development	
<i>Co-Operative Foundation</i>	
Enabling Carefree to work with young people in and leaving care to reduce youth loneliness	
<i>Esmée Fairbairn Foundation</i>	
Core funding to promote better emotional and mental health, improve local services and influence national services for young people in and leaving care	
<i>Cornwall Council - 16+ Careleaver Service</i>	
For provision of a Personal Advisor service for young people leaving care	
<i>Cornwall Council - Participation and Engagement Services</i>	
Enabling young people in and leaving care to associate with their peers and influence the services they receive	
<i>Cornwall Council - Other</i>	
• Support to care experienced year 11's with careers advice and guidance • Contain Outbreak Management Fund piloting work with adopted young people • Dissemination of DWP Household Grant	

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

18 Restricted funds	(Continued)
<i>Youth Music</i>	
Helping young people in care enjoy and achieve through music	
<i>British and Foreign School Society</i>	
Deliver Edulink, working in schools to enable young people in care to achieve	
<i>Listening Fund (Blagrove Trust)</i>	
Improving how we listen to young people and influencing the local authority to do the same	
<i>Barnardos</i>	
Supporting our partnership work with a national children's charity	
<i>Big Lottery Keeping in Touch</i>	
Group work, social and emotional support, resilience building positive activities to young people aged over 16 who are care experienced.	
<i>Cornwall Council - Participation and Engagement Services (2016 - 2021)</i>	
Enabling young people in and leaving care to associate with their peers and influence the services they receive	
<i>Local Authority - Leaving Care Services (via The Learning Partnership for Cornwall and the Isles of Scilly)</i>	
For provision of a Personal Advisor service for young people leaving care	
<i>Learning Partnership - BBO End to End and Participant Costs</i>	
Enable young people not in Education Training or Employment to improve their chances of positive careers	
<i>Learning Partnership - Ambitions</i>	
For provision of careers-based information advice and guidance to young people not in, or at risk of not being in, education employment or training	

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

19 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Fund balances at 31 December 2021 are represented by:						
Tangible assets	556	-	556	1,113	-	1,113
Investments	5,598	-	5,598	6,298	-	6,298
Current assets/ (liabilities)	255,318	82,210	337,528	160,414	309,438	469,852
	<u>261,472</u>	<u>82,210</u>	<u>343,682</u>	<u>167,825</u>	<u>309,438</u>	<u>477,263</u>

20 Designated funds

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

	Balance at 1 January 2020	Resources expended	Balance at 1 January 2021	Resources expended	Transfers	Balance at 31 December 2021
	£	£	£	£	£	£
Closure costs	58,000	-	58,000	-	82,000	140,000
Capital reserve	1,670	(557)	1,113	(557)	-	556
	<u>59,670</u>	<u>(557)</u>	<u>59,113</u>	<u>(557)</u>	<u>82,000</u>	<u>140,556</u>

Purposes of designated funds

Closure Costs - This fund is to be utilised should the charity cease to operate to ensure that all closure costs can be funded.

Capital Reserve - This fund equals the net book value of tangible fixed assets.

21 Capital commitments

	2021 £	2020 £
At 31 December 2021 the charity had capital commitments as follows:		
Contracted for but not provided in the financial statements:		
Acquisition of intangible assets	<u>3,000</u>	<u>-</u>

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

22 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021 £	2020 £
Aggregate compensation	87,918	86,080

The charity is controlled by the trustees who are all directors of the company.

23 Analysis of changes in net funds

The charity had no debt during the year.

24 Cash generated from operations

	2021 £	2020 £
(Deficit)/surplus for the year	(133,581)	231,537
Adjustments for:		
Gift of investment	-	-
Investment income recognised in statement of financial activities	(7)	(49)
Gain on disposal of investments	(74)	(69)
Fair value gains and losses on investments	(482)	546
Depreciation and impairment of tangible fixed assets	557	557
Movements in working capital:		
(Increase) in debtors	(28,084)	(33,146)
Increase in creditors	8,904	23,712
Cash (absorbed by)/generated from operations	(152,767)	223,088

Accounts



Charity Registration No. 1124492

Company Registration No. 06481146 (England and Wales)

CAREFREE-FOSTERING INDEPENDENCE CORNWALL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms JB Hampton (Chair)	
	Mr M Ellis (Treasurer)	
	Mr R Grant	
	Ms C Walker-Booth	
	Ms M Carne	
	Ms H Seymour	(Appointed 3 March 2020)
	Mr L Tilley	(Appointed 3 March 2020)
Secretary	Ms S Mari Eggins, Chief Executive Officer	
Charity number	1124492	
Company number	06481146	
Principal address	Clinton Passage REDRUTH Cornwall TR15 2AY	
Registered office	Clinton Passage REDRUTH Cornwall TR15 2AY	
Auditor	RRL LLP Peat House Newham Road TRURO Cornwall TR1 2DP	
Bankers	CAF Bank Limited 25 Kings Hill Avenue Kings Hill WEST MALLING Kent ME19 4JQ	

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CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) *FOR THE YEAR ENDED 31 DECEMBER 2020*

The trustees present their report and financial statements for the year ended 31 December 2020.

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 Memorandum and Articles of Association, 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)" (as amended for accounting periods commencing from 1 January 2019).

Objectives and activities

The objects of the Charity are:

To act as a resource for young people up to the age of 25 with particular focus on those aged 13 to 17 living in Cornwall and who have been, are or at risk of being in care by providing advice and assistance and organising programmes of physical, educational and other activities as a means of:

- a) Advancing in life and helping them by developing their skills, capacities and capabilities to enable them to participate in society as independent, mature and responsible individuals;
- b) Advancing education and training;
- c) Relieving unemployment;
- d) Providing recreational and leisure time activity in the interests of social welfare for young people living in the area of benefit who have need by reason of their youth, age, infirmity or disability, poverty or social and economic circumstances with a view to improving the conditions of life of such persons.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Objectives for the year

2020 has been an exceptionally challenging year. History will reveal what impact the Covid pandemic has had on the long term outcomes for disadvantaged young people including young people in and leaving care. For Carefree in early 2021, our focus remains to do everything we can to help young people with care experience to thrive in spite of the pandemic.

Our organisation has continued to grow throughout 2020, and we now have 32 staff. Trustees would like to thank those staff who began their role with us just before, or during, the pandemic. Carefree prides itself on its relational approach to staff as well as young people and we recognise that the organisation is very fortunate to have retained the services of almost all our staff, including new members of the team, despite the isolation and difficulty that the pandemic has created.

Young people leading Carefree's Stakeholder day in October 2011 agreed the following 10 learning priorities which continue to guide our current and future activities:

- Ability to be part of a group
- Independent living skills
- A sense of self and a positive personal identity
- Ability to learn throughout your life
- How to have a positive family yourself-'breaking the cycle'
- How to make decisions and change the things in society that were not helpful for young people
- Enjoy themselves, have fun, build resilience and belief in themselves
- Be able to communicate with others
- How to stay healthy
- Developing emotional literacy

Since 2011 Carefree has added 2 more distinct services to our portfolio; the delivery of a Personal Advisor Service to young people approaching adulthood and the allocation of grants to young people in and leaving care known as 'Funds for Care'. Both these services are commissioned by Cornwall Council. These newer services remain aligned to several of the outcomes above including in terms of promoting learning, health, independent living skills and building resilience.

A further development in 2020 was the addition of a discrete careers IAG team focussed on ensuring better employability outcomes for young people in and leaving care.

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives and in planning future activities. In particular the trustees consider how planned activities will contribute to those aims and objectives.

Principal activity

The principal activity of the charitable company is to work with young people in or leaving care, giving them the skills to do things for themselves and others.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Achievements and performance

Carefree's work has continued throughout 2020, with inevitable modifications because of the Covid 19 pandemic. We retain our mission to 'enable young people in and leaving care to do things for themselves and others'. By this we mean enabling young people in and leaving care to learn independent living skills but also develop the skills of friendship and peer support in helping others. Relationship based work has been compromised by the pandemic but has not ceased. Groups were initially replaced with one to one phone calls, and very soon after they were complemented through our development of online groups. The personal advisor service fulfilled its statutory duty to care leavers, keeping in touch and developing innovative responses including the increased use of technology. Our commitment to participation and enabling young people's voices to be heard has continued, with outcomes this year including offering partners across the Corporate parent, including the Local Authority, feedback on young people's well-being during the first lockdown (a snapshot survey happened in May 2020), young people campaigning for better public transport and young people's focus on asking for better services which help their emotional well being and mental health and understand their lived experience – in other words, a trauma informed approach. In 2020 this led to a pilot project with the Council for young people to receive therapeutic and counselling support. We also developed an initiative to provide young people aged 16 and above with laptops if they weren't able to access them through the government scheme. We provided 52 laptops to young people and combined this with one or more careers information and advice sessions, thereby offering these young people added resilience to long term unemployment despite the economic downturn.

During the summer we were able to return to relational group work in person, following the National Youth Association Covid guidelines. Outdoor support and small group support has continued and responded flexibly to the challenges thrown at us in 2020, with activities like fireside feasts in the winter and walking groups all year round meaning that we have been able to continue with our relational social education work.

In 2020 we actively worked with 303 young people across the year either through engagement in our youth work provision, or through our personal advisor service, or both. With approximately 600 young people 1-21 at any one time in and leaving the care of Cornwall Council, this means that we provided an active service to almost 50% of Cornwall's care population, also providing a service to some young people from other authorities and to 27 young people receiving an 'extended offer' between the ages of 21 and 25.

47% of young people we supported were female and 53% were male, broadly in line with the gender breakdown of adolescents in care.

Ages ranged from 11 to 25. 12% of the cohort receiving a direct service from us were under 16 and 85% over 16. Excluding the PA service to 16+ young people, the percentage was 20% 11 to 15 and 80% 16+.

Participation continued to be a significant theme of our work. Every eligible young person in care to Cornwall Council was informed about our work, ensuring that young people could have their say about services through one to one relationships with PA's and in group work activities and encouraging those young people to get involved in participation groups, like Voice for Us. The Care for Change Council continued to meet in 2020, often online. They met with, and chaired two meetings of, the Corporate Parenting Board. Credit needs to go to the young people who successfully chaired a meeting with the Corporate Parenting Board, including Elected members, using an I-pad outside on a windy afternoon. Nationally Carefree has been active in the National Care Leaver Benchmarking Forum and the Esmée Fairbairn Leaving Care Learning Group. We will be reporting to the England Care Review via these forums.

Young people continued to lead our work as much as possible in 2020 including through being given choices about activities, learning to lead as a Peer Mentor and influencing local and national services.

35% of Carefree staff are professionals who are themselves care-experienced.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Carefree staff at the year-end were:

Mari Eggins Chief Executive Officer Full Time
 Bridget Betts Social Work Manager Full Time
 Tori Cannell Youth Work Manager Full time
 Mandy Jackson Careers IAG Manager Full Time
 Taliah Powell Finance Manager 28 hours
 Jade Martin Finance Officer and HR Manager 30 hours
 Deanna Earl Personal Advisor 22.5 hours
 Rachel Builder Personal Advisor 22.5 hours
 Jo Jordan Personal Advisor 22.5 hours
 Louise Deadman Personal Advisor 30 hours
 Steph Martyn Personal Advisor 30 hours
 Dean Hancock Personal Advisor Full Time
 Abby James Personal Advisor Full Time
 Claire Williams Personal Advisor Full Time
 Rebecca Booth Personal Advisor Full Time
 Carly Pyle Apprentice Personal Advisor 30 hours
 Laura Ramsey Careers Information Advice and Guidance worker 30 hours
 Lisa Clarke Careers Information Advice and Guidance worker 16 hours
 Louise Thomas Careers Information Advice and Guidance worker 18.5 hours
 Jeni Stephens Peer Mentor Coordinator 30 hours
 Joanna MacQueen Care Leaver Youth Worker 30 hours
 Claire Knight Participation and Peer Mentoring Youth Worker 30 hours
 Kate Barden Edulink Coordinator 30 hours
 Kerryann Curnow Youth Worker Full time
 Elisha Mulvaney Campaigns Youth Worker Full Time
 Duncan Williams Support Youth Worker Full Time
 Annie Sheen Music Worker 15 hours
 Marta Kodolina Support Youth Worker 30 hours
 Liam Cook Support Youth Worker Full Time
 Sam Platow Apprentice Youth Worker 30 hours
 Julie Pope Administrator 25 hours

Financial review

The results for the year are shown in the statement of financial activities on page 12 and show net incoming resources for the year of £231,537 (2019: £33,449).

Reserves policy

The trustees hold reserves in funds at an adequate level to support the charity's current and future activities. This is monitored monthly. The current balance in general reserves (excluding the capital reserve) is £166,712 which is assessed as adequate to cover closure costs and support the organisation's financial stability going forwards.

Investment policy

The trustees have considered the most appropriate policy for investing funds and find that the current arrangement with short term bank deposits meets the requirement to generate a reasonable return on capital whilst maintaining access to funds for operational purposes.

Risk management

The trustees have examined the major strategic risks to which the charity is exposed and are satisfied that systems are in place to minimise or mitigate these. The trustees will continue to review potential risks on a regular basis and will take further action to minimise or mitigate these risks as required.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

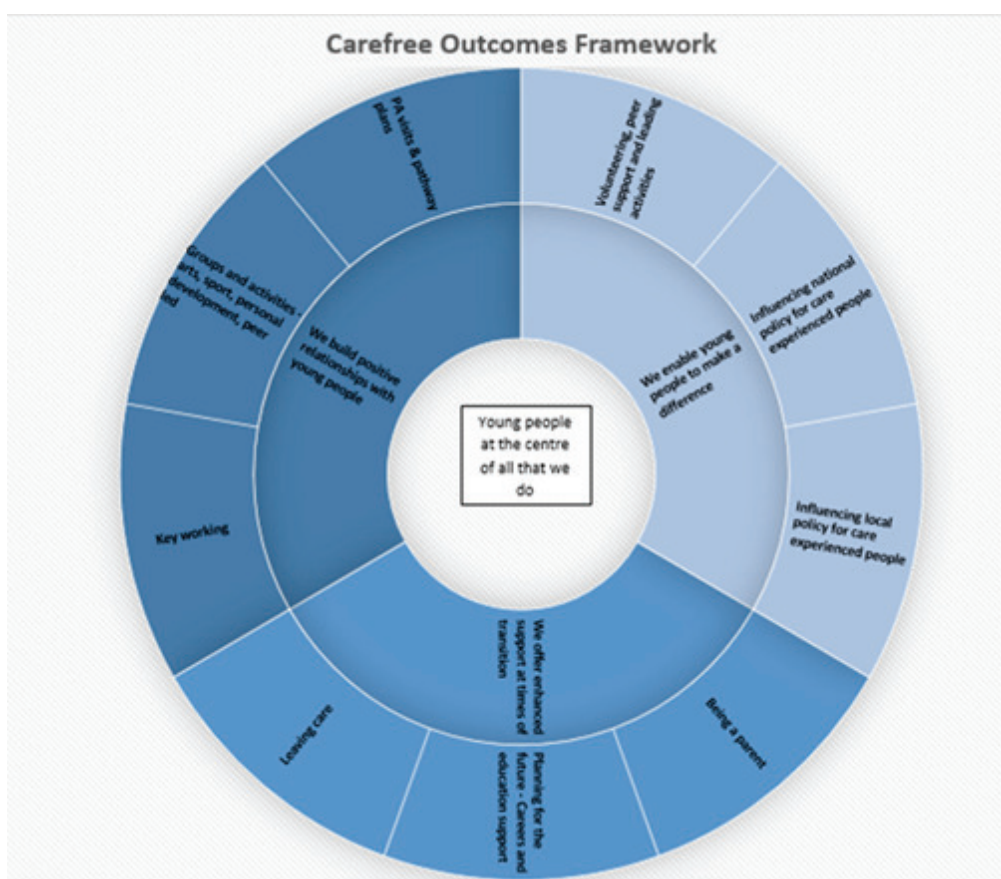
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Plans for the future

Carefree has learnt a great deal from the last year. The experience of running an organisation focused on the needs of young people who are care experienced during a Pandemic has led us, as part of our Covid Recovery Plan, to review our work and ensure that we keep the best of what we learnt under the Covid 19 lockdown.

Carefree remains a relational organisation with our key focus being that of building positive relationships with young people, and enabling them to create their own positive relationships as one of the most important skills they can take into adulthood. Our activities – whether they are a youth work residential focussed on young people influencing the Care system, the support of a Personal Advisor for a care leaver or the educational input required to ensure that young people leaving care are able to maintain education, employment or training – will be focussed on these key areas;

- Building positive relationships
- Offering enhanced support at times of transition
- Enabling young people to make a difference.



Our areas of priority for 2021 and beyond will include:

- Promoting young people's emotional well being and mental health
- Increasing our capacity to ensure that care experienced people are able to access education, employment or training
- Enabling young people with care experience to plan and manage parenthood so that they feel enabled to parent well, and so that their children grow up safe, happy and healthy in a loving family.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Structure, governance and management

Carefree - Fostering Independence Cornwall is a company limited by Guarantee governed by its Memorandum and Articles of Association dated 23 January 2008 and amended 23 May 2008. It became a registered charity with the Charity Commission on 12 June 2008. In the event that the charity is wound up the members agree to contribute an amount of not more than £10 to the assets of the charity.

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:

Ms JB Hampton (Chair)

Mr M Ellis (Treasurer)

Mr R Grant

Mr MA Tresidder

(Resigned 30 December 2020)

Ms C Walker-Booth

Ms M Carne

Ms H Seymour

(Appointed 3 March 2020)

Mr L Tilley

(Appointed 3 March 2020)

Recruitment and induction of trustees

The directors of the company are also charity trustees for the purposes of charity law. The trustees may appoint a person who is willing to act to be a trustee. Potential trustees meet the trustees and management prior to the proposal as a trustee. Once appointed, trustees undertake an induction into the working of the charity including observing operational activity, discussions with staff and reading information such as accounts and other evaluation documents.

Organisation

The trustees are legally responsible for the overall control and management of the charity. The Chief Executive Officer is responsible for the day to day management and administration of the charity and reports to the trustees.

Remuneration policy for key management personnel

The trustees consider the Chief Executive Officer and the Finance Manager to comprise the key management personnel of the charity.

The pay of the senior staff is reviewed annually and normally increased in accordance with average earnings. In view of the nature of the charity, the Trustees benchmark against pay levels in other similar organisations.

Auditor

In accordance with the company's articles, a resolution proposing that RRL LLP be reappointed as auditors of the company will be put at a General Meeting.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

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

Mr M Ellis (Treasurer)

Trustee

Dated: 17 June 2021

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees, who are also the directors of Carefree-Fostering Independence Cornwall for the purpose 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).

Company Law 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, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards 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 charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF CAREFREE-FOSTERING INDEPENDENCE CORNWALL

Opinion

We have audited the financial statements of Carefree-Fostering Independence Cornwall (the 'charity') for the year ended 31 December 2020 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF CAREFREE-FOSTERING INDEPENDENCE CORNWALL

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

As part of our audit work, we obtained an understanding of the legal and regulatory frameworks applicable to the charity and the sector in which they operate. We determined that the laws and regulations surrounding the safeguarding of vulnerable groups were most significant to the charity as well as the laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011, the Companies Act 2006 and compliance with the Charities Statement of Recommended Practice.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF CAREFREE-FOSTERING INDEPENDENCE CORNWALL

The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Discussion with management as to how compliance with these laws and regulations is monitored;
- Enquiries of management concerning actual and potential litigation and claims;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Reviewing minutes of trustee meetings and correspondence with regulators;
- Performing audit work in connection with the risk of management override of controls, including testing journal entries for reasonableness and evaluating the business rationale of significant transactions outside the normal course of business.

We also communicate relevant identified laws and regulations and potential fraud risk to all engagement team members and remain alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Williams (Senior Statutory Auditor)
for and on behalf of RRL LLP

1 July 2021

Chartered Accountants
Statutory Auditor

Peat House
Newham Road
TRURO
Cornwall
TR1 2DP

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

		Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
	Notes						
Income from:							
Donations and legacies	3	15,887	20,000	35,887	10,676	-	10,676
Charitable activities	4	116,169	866,040	982,209	190,132	655,340	845,472
Investments	5	49	-	49	81	-	81
Total income		132,105	886,040	1,018,145	200,889	655,340	856,229
Expenditure on:							
Charitable activities	6	112,116	674,015	786,131	86,630	735,475	822,105
Net gains/(losses) on investments	10	(477)	-	(477)	(675)	-	(675)
Net incoming resources before transfers		19,512	212,025	231,537	113,584	(80,135)	33,449
Gross transfers between funds		(1,965)	1,965	-	(3)	3	-
Net movement in funds		17,547	213,990	231,537	113,581	(80,132)	33,449
Fund balances at 1 January 2020		150,278	95,448	245,726	36,697	175,580	212,277
Fund balances at 31 December 2020		167,825	309,438	477,263	150,278	95,448	245,726

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

All income and expenditure derive from continuing activities.

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

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	12		1,113		1,670
Investments	13		6,298		7,851
			<u>7,411</u>		<u>9,521</u>
Current assets					
Debtors	15	60,685		27,539	
Cash at bank and in hand		443,441		219,228	
		<u>504,126</u>		<u>246,767</u>	
Creditors: amounts falling due within one year	16	(34,274)		(10,562)	
Net current assets			469,852		236,205
Total assets less current liabilities			<u>477,263</u>		<u>245,726</u>
Income funds					
Restricted funds	18		309,438		95,448
<u>Unrestricted funds</u>					
Designated funds	20	59,113		59,670	
General unrestricted funds		108,712		90,608	
		<u>167,825</u>		<u>150,278</u>	
			<u>477,263</u>		<u>245,726</u>

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 17 June 2021

Mr M Ellis (Treasurer)
Trustee

Company Registration No. 06481146

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash generated from operations	23		223,088		12,323
Investing activities					
Purchase of tangible fixed assets		-		(2,227)	
Proceeds on disposal of investments		1,076		-	
Interest received		49		81	
Net cash generated from/(used in) investing activities			1,125		(2,146)
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			224,213		10,177
Cash and cash equivalents at beginning of year			219,228		209,051
Cash and cash equivalents at end of year			443,441		219,228

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

Carefree-Fostering Independence Cornwall is a private company limited by guarantee incorporated in England and Wales. The registered office is Clinton Passage, REDRUTH, Cornwall, TR15 2AY. In the event that the charity is wound up the members agree to contribute an amount of not more than £10 towards the assets of the charity in the event of liquidation. The members of the charity are the trustees named on the legal and administrative information page.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, 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)" (as amended for accounting periods commencing from 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

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

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

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

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating staff costs by the time spent and other costs by their usage.

1.6 Tangible fixed assets

Tangible fixed assets costing £500 or more are capitalised and 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	25% straight line basis
-----------------------	-------------------------

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 net income/(expenditure) for the year.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 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.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.10 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.

1.11 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.

1.12 Retirement benefits

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

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds
	2020 £	2020 £	2020 £	2019 £
Donations and gifts	446	20,000	20,446	10,676
Government grants	15,441	-	15,441	-
	<u>15,887</u>	<u>20,000</u>	<u>35,887</u>	<u>10,676</u>

HMRC - grants have been received totalling £15,441 (2019: £Nil) to help with the furloughed staff whilst in a nationwide lockdown due to COVID-19.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

4 Charitable activities

	2020 £	2019 £
Grants and contracts for general charitable purposes	116,019	182,196
Grants and contracts for specific purposes	866,040	655,340
Other income	150	7,936
	<u>982,209</u>	<u>845,472</u>
Analysis by fund		
Unrestricted funds	116,169	190,132
Restricted funds	866,040	655,340
	<u>982,209</u>	<u>845,472</u>
Grants and contracts		
Big Lottery	83,337	80,910
Children in Need	74,647	38,062
Bleu Blanc Rouge Foundation	125,000	-
Esmee Fairbairn	76,000	52,000
Learning Partnership - BBO	36,222	29,826
Local Authority - Leaving Care Services (via The Learning Partnership for Cornwall and the Isles of Scilly)	271,134	271,134
Local Authority - Engagement and Participation Services	112,588	106,206
British Foreign Schools Society	15,079	29,946
Learning Partnership - Ambitions	9,558	11,269
Youth Music	10,498	24,995
Other	167,996	193,188
	<u>982,059</u>	<u>837,536</u>

The amounts included in other grants and contracts include the following for specific purposes:

£35,000 - Co-operative Fund
£15,176 - Cornwall Museums Partnership
£13,750 - Barnardos - Triangles Care Journey Project
£12,260 - Lloyds Foundation
£5,000 - Cornwall Community Foundation
£3,000 - Warburtons
£1,000 - Reverberate

The amounts included in other grants and contracts include the following for general charitable purposes:

£40,000 - CHK Foundation
£30,000 - Segelman Trust
£11,100 - Cornwall Council

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

5 Investments

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Interest receivable	49	81

6 Charitable activities

	2020	2019
	£	£
Staff costs	606,648	613,960
Depreciation and impairment	557	557
Activity venue hire	6,290	6,708
Project resources	5,576	9,579
Young peoples travel	16,609	31,816
Other project costs	39,775	23,957
Funds 4 care purchases	-	28,181
	675,455	714,758
Share of support costs (see note 7)	105,879	96,655
Share of governance costs (see note 7)	4,797	10,692
	786,131	822,105
Analysis by fund		
Unrestricted funds	112,116	86,630
Restricted funds	674,015	735,475
	786,131	822,105

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

7 Support costs

	Support costs £	Governance costs £	2020 £	Support costs £	Governance costs £	2019 £
Staff costs	47,000	-	47,000	47,000	-	47,000
Rent, rates and insurance	18,021	-	18,021	17,469	-	17,469
Repairs and maintenance	8,730	-	8,730	6,000	-	6,000
Telephone and fax	16,259	-	16,259	10,262	-	10,262
Computer software and maintenance costs	7,305	-	7,305	1,974	-	1,974
Printing, postage and stationery	2,357	-	2,357	2,171	-	2,171
Sundry expenses	3,396	-	3,396	8,590	-	8,590
Cleaning	1,714	-	1,714	2,480	-	2,480
Bad debt write off	360	-	360	-	-	-
Advertising	612	-	612	589	-	589
Bank charges	125	-	125	120	-	120
Accountancy	-	3,203	3,203	-	4,236	4,236
Legal and professional	-	1,594	1,594	-	6,456	6,456
	<u>105,879</u>	<u>4,797</u>	<u>110,676</u>	<u>96,655</u>	<u>10,692</u>	<u>107,347</u>
Analysed between						
Charitable activities	<u>105,879</u>	<u>4,797</u>	<u>110,676</u>	<u>96,655</u>	<u>10,692</u>	<u>107,347</u>

Governance costs includes payments to the accountants of £2,280 (2019 - £2,220) for independent examination fees.

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration from the charity during the year.

One trustee was reimbursed a total of £23 for travelling expenses (2019: no trustees).

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

9 Employees

Number of employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
Charitable activities	28	28

Employment costs

	2020 £	2019 £
Wages and salaries	560,704	527,363
Social security costs	43,751	39,359
Other pension costs	17,771	14,807
	<u>622,226</u>	<u>581,529</u>

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

10 Net gains/(losses) on investments

	Unrestricted funds 2020 £	Unrestricted funds 2019 £
Revaluation of investments	(546)	(675)
Gain/(loss) on sale of investments	69	-
	<u>(477)</u>	<u>(675)</u>

11 Taxation

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

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

12 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 January 2020	4,456
At 31 December 2020	4,456
Depreciation and impairment	
At 1 January 2020	2,786
Depreciation charged in the year	557
At 31 December 2020	3,343
Carrying amount	
At 31 December 2020	1,113
At 31 December 2019	1,670

13 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2020	7,851
Valuation changes	(546)
Disposals	(1,007)
At 31 December 2020	6,298
Carrying amount	
At 31 December 2020	6,298
At 31 December 2019	7,851

14 Financial instruments

	2020 £	2019 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	6,298	7,851

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

15 Debtors

	2020	2019
	£	£
Amounts falling due within one year:		
Trade debtors	22,645	26,299
Other debtors	35,340	1,240
Prepayments and accrued income	2,700	-
	<u>60,685</u>	<u>27,539</u>

16 Creditors: amounts falling due within one year

	2020	2019
	£	£
Other taxation and social security	13,420	7,354
Trade creditors	7,336	988
Other creditors	7,580	-
Accruals and deferred income	5,938	2,220
	<u>34,274</u>	<u>10,562</u>

17 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 the statement of financial activities in respect of defined contribution schemes was £17,771 (2019: £14,807).

There was £4,776 (2019: £Nil) of outstanding contributions at the year end.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

18 Restricted funds

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

	Balance at 1 January 2019	Movement in funds				Transfers 1 January 2020	Balance at 1 January 2020	Movement in funds				Transfers	Balance at 31 December 2020
	£	Incoming resources	Resources expended	£	Incoming resources		£	Incoming resources	Resources expended	£	Incoming resources		£
Big Lottery	2,642	80,910	(79,831)	-	3,721	-	3,721	83,337	(76,811)	-	83,337	-	10,247
Children in Need	5,617	38,062	(38,107)	-	5,572	-	5,572	74,647	(40,691)	39	74,647	39	39,567
Co-Operative Foundation	34,995	-	(34,995)	-	-	-	-	35,000	(35,000)	-	35,000	-	-
Esmée Fairbairn Foundation	35,751	50,000	(50,497)	-	35,254	-	35,254	50,000	(42,652)	(2,000)	50,000	(2,000)	40,602
Youth Music	10,430	24,995	(30,726)	-	4,699	-	4,699	10,498	(15,197)	-	10,498	-	-
British and Foreign Schools Society	9,641	29,946	(29,348)	-	10,239	-	10,239	15,079	(25,322)	4	15,079	4	-
Listening Fund (Blagrove Trust)	17,511	20,000	(27,476)	-	10,035	-	10,035	-	(9,704)	(331)	-	(331)	-
Barnardos	8,773	-	(8,773)	-	-	-	-	13,750	(8,123)	-	13,750	-	5,627
Segelman Trust	25,000	-	(25,000)	-	-	-	-	-	-	-	-	-	-
Trewithen Fund	4,322	-	(4,325)	3	-	-	-	-	-	-	-	-	-
Cornwall Council - Participation and engagement services	1,812	106,206	(94,545)	-	13,473	-	13,473	112,588	(77,705)	-	112,588	-	48,356
Local Authority - Leaving Care Services (Via The Learning Partnership for Cornwall and the Isles of Scilly)	12,840	271,134	(261,544)	-	22,430	-	22,430	271,134	(236,295)	-	271,134	-	57,269
Other Grants	-	-	-	-	-	-	-	181,436	(73,666)	-	181,436	-	107,770
Learning Partnership - BBO End to End	2,375	25,384	(39,009)	-	(11,250)	-	(11,250)	30,447	(25,880)	6,683	30,447	6,683	-
Learning Partnership - BBO participant costs	3,871	40	-	-	3,911	-	3,911	-	-	(3,911)	-	(3,911)	-
Learning Partnership - Ambitions	-	8,663	(11,299)	-	(2,636)	-	(2,636)	8,124	(6,969)	1,481	8,124	1,481	-
	175,580	655,340	(735,475)	3	95,448	3	95,448	886,040	(674,015)	1,965	886,040	1,965	309,438

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

18 Restricted funds	(Continued)
Description, nature and purpose of restricted funds	
<i>Big Lottery</i>	
Positive activities and accreditation for young people in and leaving care	
<i>Children in Need</i>	
Peer mentor development	
<i>Co-Operative Foundation</i>	
Enabling Carefree to work with young people in and leaving care to reduce youth loneliness	
<i>Esmee Fairbairn Foundation</i>	
Core funding to promote better emotional and mental health, improve local services and influence national services for young people in and leaving care	
<i>Lloyds Foundation</i>	
Core funding to develop services for young people in and leaving care	
<i>The West Cornwall Youth Trust</i>	
For delivering positive activities in holiday time to young people in West Cornwall	
<i>Youth Music</i>	
Helping young people in care enjoy and achieve through music	
<i>British and Foreign School Society</i>	
Deliver Edulink, working in schools to enable young people in care to achieve	

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

18 Restricted funds (Continued)

Listening Fund (Blagrove Trust)

Improving how we listen to young people and influencing the local authority to do the same

Barnardos

Supporting our partnership work with a national children's charity

Segelman Trust

Core funding to develop our work and build our capacity to meet the needs of young people in and leaving care

Trewithen Fund

For support to care leavers including young parents

Cornwall Council - Participation and Engagement Services

Enabling young people in and leaving care to associate with their peers and influence the services they receive

Local Authority - Leaving Care Services (via The Learning Partnership for Cornwall and the Isles of Scilly)

For provision of a Personal Advisor service for young people leaving care

Learning Partnership - BBO End to End and Participant Costs

Enable young people not in Education Training or Employment to improve their chances of positive careers

Learning Partnership - Ambitions

For provision of careers-based information advice and guidance to young people not in, or at risk of not being in, education employment or training

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

19 Analysis of net assets between funds

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Fund balances at 31 December 2020 are represented by:						
Tangible assets	1,113	-	1,113	1,670	-	1,670
Investments	6,298	-	6,298	7,851	-	7,851
Current assets/ (liabilities)	160,414	309,438	469,852	140,757	95,448	236,205
	<u>167,825</u>	<u>309,438</u>	<u>477,263</u>	<u>150,278</u>	<u>95,448</u>	<u>245,726</u>

20 Designated funds

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

	Balance at 1 January 2019 £	Transfers £	Balance at 1 January 2020 £	Resources expended £	Balance at 31 December 2020 £
Closure costs	30,000	28,000	58,000	-	58,000
Capital reserve	-	1,670	1,670	(557)	1,113
	<u>30,000</u>	<u>29,670</u>	<u>59,670</u>	<u>(557)</u>	<u>59,113</u>

Purposes of designated funds

Closure Costs - This fund is to be utilised should the charity cease to operate to ensure that all closure costs can be funded.

Capital Reserve - This fund equals the net book value of tangible fixed assets.

21 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2020 £	2019 £
Aggregate compensation	<u>86,080</u>	<u>116,686</u>

The charity is controlled by the trustees who are all directors of the company.

CAREFREE-FOSTERING INDEPENDENCE CORNWALL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

22 Analysis of changes in net funds

The charity had no debt during the year.

23 Cash generated from operations	2020 £	2019 £
Surplus for the year	231,537	33,449
Adjustments for:		
Gift of investment	-	(8,526)
Investment income recognised in statement of financial activities	(49)	(81)
Gain on disposal of investments	(69)	-
Fair value gains and losses on investments	546	675
Depreciation and impairment of tangible fixed assets	557	557
Movements in working capital:		
(Increase)/decrease in debtors	(33,146)	636
Increase/(decrease) in creditors	23,712	(14,387)
Cash generated from operations	223,088	12,323