

REGISTERED COMPANY NUMBER: 06455490 (England and Wales)
REGISTERED CHARITY NUMBER: 1125856

Report of the Trustees and
Financial Statements for the Year Ended 31 December 2022
for
HEY Smile Foundation

Contents of the Financial Statements

for the year ended 31 December 2022

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HEY Smile Foundation

Reference and Administrative Details

for the year ended 31 December 2022

TRUSTEES

A J Bowden
G C Cross
Ms P M Dalby
J L Dick (resigned 20/2/2022)
Dr A Milner
Mrs C S Phillips
D Ranawake
M W Sadofsky (resigned 28/4/2023)
T J Wigglesworth

REGISTERED OFFICE

Gosschalks Dock Street
Queens Gardens
Hull
East Yorkshire
HU1 3AE

REGISTERED COMPANY NUMBER

06455490 (England and Wales)

REGISTERED CHARITY NUMBER

1125856

AUDITORS

Smailes Goldie Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

SOLICITORS

Gosschalks
Queens Gardens
Hull
East Yorkshire
HU1 3AE

BANKERS

Santander
6-8 King Edward Street
Hull
East Yorkshire
HU1 3AE

Report of the Trustees

for the year ended 31 December 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Chair

2022 was a year of change and challenge for us all.... including Smile. We added to our existing portfolio of projects and commitments, focussed on what can be done to help communities deal with the cost-of-living crisis and we were delighted to celebrate and showcase the excellent work that is done with kindness and compassion by volunteers in organisations across Hull and East Riding.

The first big news of 2022 was that Smile would develop and manage the transformation of a new community centre in Bridlington.

Crown Community was opened in June with two anchor charities - The Hinge and Carers Plus Yorkshire. Providing vital services, the opening of this centrally located building, funded by East Riding of Yorkshire Clinical Commissioning Group and run by Smile, could not have been better timed for the people of Bridlington as the impact of the rising cost of living hit.

Crown Community shows Smile's ability to step up to the needs of our communities and work in partnership with local government, businesses and other voluntary sector organisations.

Later in the summer, together with Hull CVS, we launched Time2Volunteer an internet platform that unites charities looking for volunteers with people who want to give their time. Already this is a busy platform with charities singing its praises.

Our reputation as a trusted pair of hands for public bodies, businesses, trusts and foundations who want to invest in their communities and enhance lives has been earned through projects that have stood the test of time and responded to needs as they arise, such as the work of our Community Development Team who offer expert advice to groups and charities operating around the East Riding. More recently we took the lead as a 'test and learn' site in our region for Green Social Prescribing.

We are one of only seven sites in the UK who are transforming lives through connecting people with nature to improve mental health and well-being and we are already generating more funding for the region in the form of a quarter of a million-pound Lottery grant.

We continue to support young entrepreneurs through the Hull Youth Support Trust in the centre of the city. This community of start-up companies accelerates the growth of young businesses by dedicated one-to-one guidance and support, giving young people the fundamental skills needed to succeed in business.

Smile has continued to strengthen its financial position with turnover rising to £2.4m and assets to £4.1m, representing the complex organisation that Smile has become across the health, community, public and business sectors. Smile now has many threads and all of these strands remain important to us.

In this Annual Report for 2022, you will read stories of hope, of lives and communities changed; they are just a glimpse of what the Smile team does across a range of activities that include befriending isolated people, empowering start-ups and celebrating volunteers.

2022 brought another major change for Smile as our founder, Jim Dick, stood down as the Chair and became our Life President; and our Chief Executive, Andy Barber, moved to another charitable organisation in our region. Jim and Andy have nurtured Smile from its beginnings in 2008 to become the trusted and focussed organisation it is today and Smile owes them both a tremendous debt of gratitude for developing Smile, its ethos and its spirit.

Report of the Trustees

for the year ended 31 December 2022

I am privileged to take on the role of Chair and have overseen the recruitment of Smile's new Chief Executive, Jamie Lewis. Jamie joins us from the private sector, but he has also been a leader in Local Government and he is committed to a number of charities in Hull and East Riding of which he is Chair of Trustees.

So much change can be unsettling, but I am immensely proud of the strong team at Smile, their ability to deliver for communities and their capacity to build and welcome challenges as opportunities.

Jamie has already laid out plans to pick up the threads that bound Smile together from the beginning, working with corporate partners, sharing skills and prosperity to bring happiness and health and raising funds to help shape the region. I am humbled to chair Smile.

You can be assured that Smile will always remain true to its ethos of empowerment, ambition and support for the charities operating in Hull, East Riding and beyond...and all of us at Smile are very excited about the new chapter that is about to unfold.

We roll our sleeves up, we get stuck in and we make a difference....

Trish Dalby - Chair

Chief Executive

"This year saw Smile's strongest annual performance to date."

"In many ways, 2022 planted the seeds for continued growth, as we introduced a range of sustainable new support services."

"We have created our own leaders within the team, who have grown into the voluntary sector with skills and experience from the private and public sectors."

These are not the new comments of a proud CEO reflecting on a single year. As I try to summarise the last year, it's difficult not to reflect on the 14 years that have gone before and these lines, taken from annual reports of previous years, have really hit home.

Smile has always done things differently. We've never been afraid to challenge or to address the elephant in the room. We've also stayed true to our ethos in being a generous leader, never needing to shout "We did that!" but letting others stand up and be recognised. In 2022, we've continued to do exactly that but with the strong governance and sound financial support to really make things happen. The fact this has led us to take on a 1900m² ex Job Centre and flood it with charities who can make a real impact with residents in Bridlington is testament to this approach.

Moving from Covid response through to recovery and then on to the biting cost of living crisis has brought about a paradigm shift. The VCSE sector is now seen as a vital and equal partner to the statutory sector and this continues to see us and others creating innovative solutions to community challenges. Being able to say we've done this as one of seven areas on a national stage through the Green Social Prescribing test and learn programme will always be one of my personal highlights.

In the last twelve months, I've been delighted to see a little bit of Smile's fun creep back in and it's been wonderful to reconnect with many of our corporate supporters through face to face events like our Volunteer Awards and Red & Black Ball.

For several years we've invested in our team and worked hard to make sure that they have everything they need to succeed in their roles as well as personally. Our people continue to be the core of what we do and it's been wonderful to watch our team grown in number, talent and passion over the years.

Report of the Trustees

for the year ended 31 December 2022

Smile has been on a journey and so have I. From £14,400 and a laptop to a trusted charity with a balance sheet of £2m, Smile has been my third child since 2008. Taking the decision to hand over the reigns has been a difficult one but it has only been possible because of what we have built and because of the team I leave behind. It has been an honour to lead this organisation and I look forward to seeing it evolve further under Jamie's leadership.

In my final CEO review, I'd like to say a personal and heartfelt thanks to everyone who has been part of my Smile journey; to the corporate supporters and fundraisers who have donned racing gear or chefs whites; to the volunteers who have turned their hand to whatever was thrown at them; to the funders and philanthropists who have trusted us to make their money work harder, last longer and go further; to the public sector organisations who have valued us as partners; to the Trustees who have challenged, championed and supported me and to the amazing Smile team who I couldn't have been prouder to work alongside.

In Jamie, Smile's CEO and Trish, our new Chair, Smile will now push onto the next stage of its development. From getting to know both, I'm personally reassured that not only the legacy left by myself, and Jim is in great hands, but that the charity will continue to play a significant part in community development in Hull and East Yorkshire for many years to come.

Andy Barber
Outgoing CEO

OBJECTIVES AND ACTIVITIES

Objectives and aims

The trustee's review Smile's activity against the Charity Commission guidelines on public benefit, also, they review the effectiveness of its ongoing activity and regularly assess the current needs of the community it serves across Hull and East Yorkshire. The trustees recognise the continued need to maximise the potential of existing resources with the private, public and voluntary sector, ensuring they go further, work harder and last longer.

Significant activities

- Taking on the role of lead provider on one of seven test and learn Green Social Prescribing projects in partnership with the Humber Coast and Vale Health and Care Partnership through funding from The Department for Education, Food and Rural Affairs, Department of Health and Social Care, NHS England and NHS Improvement and Natural England.
- Developing the Time2Volunteer digital platform, supported by a network of public, private and VCSE partners and building on the huge volunteer movement which was vital during covid.
- Transforming the Bridlington Crown Building into a collaborative community centre focussed on supporting local residents through Covid recovery and the ongoing cost of living crisis.
- Continuing to support the VCSE sector in East Riding of Yorkshire, providing them with the tools to grow and develop.
- Continuing to invest charitable funds into our NHS through our contracted charities Health Tree Foundation and Health Stars.
- Preparing the way for the future growth and development of Hull Youth Support Trust through building feasibility works.

Public benefit

The Trustees confirm that they have complied with the duty in Section 4 of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit. We have referred to the guidance in the Charity Commission's general guidance on Public Benefit when reviewing our aims and objectives and in planning our future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

Report of the Trustees

for the year ended 31 December 2022

OBJECTIVES AND ACTIVITIES

Grantmaking

In 2022 we have made grants that meet our objectives in partnership with many local funders. These grants have covered the following areas;

- Health and Well-being
- Loneliness and isolation
- Covid-19 Recovery
- Cost of Living
- Education
- Sport and physical activity
- Leadership and resilience
- The Arts
- NHS enhancements to facilities

Our grants are generally linked to planned activity for the year however 2022 again saw us working across the public and private sector as well as grant makers and philanthropists to ensure funds were directed to where they were needed.

Our thanks go out to a great number of partners this year including: Gosschalks Solicitors, East Riding of Yorkshire Council, Humber Teaching NHS Foundation Trust, East Riding of Yorkshire CCG, Hull CCG, Humber & North Yorkshire Health and Care Partnership, Help for Health, KCOM, Sargent Electrical, Nippon Gohsei, The One Point and Arco Community Foundation

In addition to our recorded activity we have also supported the generation of over £900,000 and granting of just over £1m of wishes within NHS enhancements specifically but not exclusively; at the Humber Teaching Foundation Trust and Northern Lincolnshire and Goole NHS Foundation Trust.

Our grant making continues to grow with the trust of partners to maximise the Smile expertise in delivery. We do not take this for granted and continue to look to improve our services, in particular the Beecan system www.beecan.org.uk to enable greater funder collaboration and community impact.

Volunteers

We are delighted to be a charity of choice for a wide range of volunteers. In the year the areas in which volunteers contributed included;

- Trustees
- Trustee academy
- Research and administration
- Corporate volunteering in the community
- Professional services help

Volunteers from across the region were recognised in our annual Volunteer Awards ceremony which was our first indoor, large scale event since the Covid pandemic.

Report of the Trustees

for the year ended 31 December 2022

STRATEGIC REPORT

Reserves policy

The trustees set the reserves policy in line with national best practice and look for 6-9 months running costs. The trustees ask the CEO to highlight if we drop below the six-month position via the finance committee, but equally, seek to ensure that our free reserves do not surpass nine months unless planned for a specific reason. It is our collective belief that we are in operation to ensure that funds are invested in the community as effectively as possible.

Designated funds

In the year we held designated funds for partners, in 2022 these included:

- The I Am Fund

Restricted Funds

Wherever possible, we try to limit the number of restricted funds held, aiming to receive funds in un-restricted or designated to ensure funds can be maximised efficiently and effectively for the community. Within 2022 we held restricted funds for the following:

- JB Willows Working Men's Cottages
- Hull Youth Support Trust
- Spark
- East Riding of Yorkshire Council
- NHS
- The Health Tree

Future plans

Key objectives for 2023:

- Development of a five year strategy for Smile and its subsidiary charities
- Further enhancements to our senior leadership team with a particular focus on visibility and personal development
- Renewed focus on partnerships and development including the introduction of a refreshed events calendar with the objective of raising funds and engaging corporate partners
- Maintain the Bridlington Crown Community building under an extended lease as a result of demonstratable collective impact
- Acquire the listed building which is home to Hull Youth Support Trust, delivering a large scale capital refurbishment to bring it up to date for the young enterprises who call it home
- Expand on our contracted support and guidance for NHS charities through our Smile Health work

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The HEY Smile Foundation (Smile) is a registered charity (1125856) and a company limited by guarantee (06455490) governed by its memorandum and articles of association adopted in September 2008.

Recruitment and appointment of new trustees

The trustees are also the directors and form the management committee. They are elected at the annual general meeting. The committee represents a wide selection of the private and public sector across Hull and East Yorkshire. Trustees are elected following a recruitment process in which we reach out to our extensive network of relationships and formal advertisements.

Our skills matrix supports any positions which become available, and this ensures that when recruiting we are specific in the necessary skills to enhance our current board and help us to fulfil our strategic objectives in line with our constitution.

Report of the Trustees

for the year ended 31 December 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

At any one time in the reported year, the Charity had a minimum of nine Directors/trustees. They consisted of;

Jim Dick OBE Resigned July 2022

Dr Andrew Milner

Mr Melvyn W Sadofsky FCA Resigned April 2023

Mr Andrew Bowden

Mr Graham Cross

Mrs Cathy Phillips

Mr Dileepa Ranawake

Mr Tim Wigglesworth

Ms Patricia Dalby

The trustees meet a minimum of four times a year, with further committee meetings in the following areas:

- Finance, Management and Risk
- People
- Resources incorporating JB Willows & Hull Youth Support Trust
- I Am Fund
- Communications

Management of the Charity

The day to day management of the Charity is delegated to the CEO and his leadership team which consists of the following;

- Head of Operations (Ann Newlove)
- Head of Community Development (Nick Middleton)
- Head of Smile Health (Victoria Winterton (maternity leave from November 2022))
- Interim Head of Smile Health (Clare Woodard (from October 2022))

The CEO is responsible for delegating the responsibilities of the annual plan and monitoring performance in line with approved budgets, regularly assessing operational risks and opportunities. In the year we worked with our professional advisors Marshall & Co Accountants, Gosschalks Solicitors and Radius Insurance Brokers.

In the reported year, Smile employee numbers varied due to work commissioned peaking at 35 people across all of its services. The majority of the employees are aligned with contracts, all of which are reviewed annually.

Induction and training of new trustees

It is the CEO's responsibility to fulfil the formal induction of new Trustees, in addition, the Chair and CEO work together with the Head of Operations to ensure all ongoing training requirement. Each trustee is aligned with key areas of interest and expertise to enable the Charity to thrive.

Our People

In 2022 the trustees once again carried out an employee survey to establish key areas of development and investment in our people while supporting the work on our refreshed Vision, Mission and Values. We have also highlighted new areas of investment in our people to ensure we remain an employer of choice in 2023.

Risk management

Highlighting operational risks are the responsibility of all employees. Risks in all areas of Smile are regularly collated and monitored by the CEO and Head of Operations, with any changes to the register highlighted to the Finance, Management & Risk Committee. The risk register is in place and formally reviewed by the committee quarterly.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of HEY Smile Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Report of the Trustees

for the year ended 31 December 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Smailes Goldie Chartered Accountants, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 28th September, 2023 and signed on the board's behalf by:


.....
Ms P M Dalby - Trustee

Report of the Independent Auditors to the Members of HEY Smile Foundation

Opinion

We have audited the financial statements of HEY Smile Foundation (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2022 which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Charity Balance Sheet, Consolidated Cash Flow Statement, Notes to the Consolidated Cash Flow Statement 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 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 group's and of the parent charitable company affairs as at 31 December 2022 and of the group's 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 charitable company'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 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 Report of the Independent Auditors 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 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 the audit:

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

Report of the Independent Auditors to the Members of HEY Smile Foundation

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the directors' 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 by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes 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 charitable company'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.

Report of the Independent Auditors to the Members of HEY Smile Foundation

Our 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 a Report of the Independent Auditors 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:

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

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was focused on specific laws and regulations which we considered may have a direct material effect on the charity only and consolidated financial statements or the operations of the charitable company and the group, including the Companies Act 2006, the Charities Act 2011, data protection, anti-bribery, employment, fundraising regulations and health and safety legislation.. An understanding of these laws and regulations and the extent of compliance was obtained through discussion with management and inspecting legal and regulatory correspondence.

We assessed the susceptibility of the charitable company's and consolidated financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we performed analytical procedures to identify any unusual or unexpected relationships; tested journal entries to identify unusual transactions; assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to agreeing charity only and consolidated financial statement disclosures to underlying supporting documentation; reading the minutes of meetings of those charged with governance; enquiring of management as to actual and potential litigation and claims; and reviewing correspondence with relevant regulators and the charitable company's legal advisors.

Due to 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. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

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 for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Report of the Independent Auditors to the Members of HEY Smile Foundation

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.

Stephen Bramall BSc FCA (Senior Statutory Auditor)
for and on behalf of Smailes Goldie Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

Date: 28 SEPTEMBER 2023

HEY Smile Foundation

Consolidated Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the year ended 31 December 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	518,632	338,723	857,355	297,348
Charitable activities	4				
General		564,491	863,583	1,428,074	1,144,192
Investment income	3	<u>915</u>	<u>99,571</u>	<u>100,486</u>	<u>105,450</u>
Total		<u>1,084,038</u>	<u>1,301,877</u>	<u>2,385,915</u>	<u>1,546,990</u>
EXPENDITURE ON					
Charitable activities	5				
General		<u>1,454,049</u>	<u>903,729</u>	<u>2,357,778</u>	<u>1,527,870</u>
Net gains/(losses) on investments	14, 15	<u>(94,687)</u>	<u>827,000</u>	<u>732,313</u>	<u>53,163</u>
NET INCOME/(EXPENDITURE)		(464,698)	1,225,148	760,450	72,283
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>1,913,356</u>	<u>1,417,195</u>	<u>3,330,551</u>	<u>3,258,268</u>
TOTAL FUNDS CARRIED FORWARD		<u>1,448,658</u>	<u>2,642,343</u>	<u>4,091,001</u>	<u>3,330,551</u>

The notes form part of these financial statements

Consolidated Balance Sheet

31 December 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Intangible assets	13	1,312	9,186	10,498	15,747
Tangible assets	14	12,083	2,117,242	2,129,325	1,292,478
Investments	15	<u>1,017,652</u>	<u>-</u>	<u>1,017,652</u>	<u>1,112,338</u>
		1,031,047	2,126,428	3,157,475	2,420,563
CURRENT ASSETS					
Debtors	16	119,822	65,412	185,234	266,260
Cash at bank and in hand		<u>455,879</u>	<u>455,296</u>	<u>911,175</u>	<u>752,236</u>
		575,701	520,708	1,096,409	1,018,496
CREDITORS					
Amounts falling due within one year	17	<u>(131,577)</u>	<u>(4,793)</u>	<u>(136,370)</u>	<u>(59,447)</u>
NET CURRENT ASSETS		<u>444,124</u>	<u>515,915</u>	<u>960,039</u>	<u>959,049</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		1,475,171	2,642,343	4,117,514	3,379,612
CREDITORS					
Amounts falling due after more than one year	18	<u>(26,513)</u>	<u>-</u>	<u>(26,513)</u>	<u>(49,061)</u>
NET ASSETS		<u>1,448,658</u>	<u>2,642,343</u>	<u>4,091,001</u>	<u>3,330,551</u>
FUNDS					
Unrestricted funds	20			1,448,658	1,913,356
Restricted funds				<u>2,642,343</u>	<u>1,417,195</u>
TOTAL FUNDS				<u>4,091,001</u>	<u>3,330,551</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 28 September 2022 and were signed on its behalf by:


P M Dalby - Trustee

The notes form part of these financial statements

HEY Smile Foundation

Charity Balance Sheet

31 December 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Intangible assets	12	1,313	9,186	10,499	15,748
Tangible assets	13	12,083	-	12,083	2,029
Investments	14	<u>1,017,752</u>	<u>-</u>	<u>1,017,752</u>	<u>1,112,438</u>
		1,031,148	9,186	1,040,334	1,130,215
CURRENT ASSETS					
Debtors	15	146,958	59,400	206,358	265,930
Cash at bank and in hand		<u>455,879</u>	<u>401,799</u>	<u>857,678</u>	<u>637,705</u>
		602,837	461,199	1,064,036	903,635
CREDITORS					
Amounts falling due within one year	16	<u>(158,713)</u>	<u>-</u>	<u>(158,713)</u>	<u>(44,253)</u>
NET CURRENT ASSETS		<u>444,124</u>	<u>461,199</u>	<u>905,323</u>	<u>859,382</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		1,475,272	470,385	1,945,657	1,989,597
CREDITORS					
Amounts falling due after more than one year	17	<u>(26,513)</u>	<u>-</u>	<u>(26,513)</u>	<u>(49,061)</u>
NET ASSETS		<u>1,448,759</u>	<u>470,385</u>	<u>1,919,144</u>	<u>1,940,536</u>
FUNDS					
Unrestricted funds	19			1,448,759	1,913,457
Restricted funds				<u>470,385</u>	<u>27,079</u>
TOTAL FUNDS				<u>1,919,144</u>	<u>1,940,536</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 20th September 2023 and were signed on its behalf by:


P M Dalby - Trustee

The notes form part of these financial statements

Consolidated Cash Flow Statement

for the year ended 31 December 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	I	184,942	(186,078)
Interest paid		<u>(1,191)</u>	<u>-</u>
Net cash provided by/(used in) operating activities		<u>183,751</u>	<u>(186,078)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(14,453)	(1,553)
Purchase of fixed asset investments		(9,880)	-
Sale of fixed asset investments		9,879	-
Interest received		<u>915</u>	<u>2,437</u>
Net cash (used in)/provided by investing activities		<u>(13,539)</u>	<u>884</u>
Cash flows from financing activities			
Loan repayments in year		<u>(11,273)</u>	<u>(939)</u>
Net cash used in financing activities		<u>(11,273)</u>	<u>(939)</u>
		<u> </u>	<u> </u>
Change in cash and cash equivalents in the reporting period		158,939	(186,133)
Cash and cash equivalents at the beginning of the reporting period		<u>752,236</u>	<u>938,369</u>
Cash and cash equivalents at the end of the reporting period		<u>911,175</u>	<u>752,236</u>

The notes form part of these financial statements

Notes to the Consolidated Cash Flow Statement
for the year ended 31 December 2022

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net income for the reporting period (as per the Statement of Financial Activities)	760,450	72,283
Adjustments for:		
Depreciation charges	9,854	9,602
Gain on investments	(732,313)	(53,163)
Interest received	(915)	(2,437)
Interest paid	1,191	-
Decrease/(increase) in debtors	81,026	(176,404)
Increase/(decrease) in creditors	<u>65,649</u>	<u>(35,959)</u>
Net cash provided by/(used in) operations	<u><u>184,942</u></u>	<u><u>(186,078)</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/22 £	Cash flow £	At 31/12/22 £
Net cash			
Cash at bank and in hand	<u>752,236</u>	<u>158,939</u>	<u>911,175</u>
	<u>752,236</u>	<u>158,939</u>	<u>911,175</u>
Debt			
Debts falling due within 1 year	-	(11,274)	(11,274)
Debts falling due after 1 year	<u>(49,061)</u>	<u>22,548</u>	<u>(26,513)</u>
	<u>(49,061)</u>	<u>11,274</u>	<u>(37,787)</u>
Total	<u><u>703,175</u></u>	<u><u>170,213</u></u>	<u><u>873,388</u></u>

The notes form part of these financial statements

Notes to the Consolidated Financial Statements

for the year ended 31 December 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2014, is being amortised evenly over its estimated useful life of five years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Motor vehicles	- 20% on cost
Computer equipment	- 25% on cost

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Designated funds are those unrestricted funds which have been set aside by the trustees for an essential spend or future purpose.

Notes to the Consolidated Financial Statements - continued

for the year ended 31 December 2022

1. ACCOUNTING POLICIES - continued

Fund accounting

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administration expenses.

Investments

Stocks and shares quoted on a recognised stock exchange are included in the balance sheet at their mid-market value at the year end. The variances between market value and original cost or annual revaluation of the investments are shown as unrealised investment gains and losses.

The differences between the original cost or annual valuation and the proceeds of investments disposed of are shown as a gain/(loss) in the statement of financial activities.

The 100% shareholding in the subsidiary is stated at cost.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, and impairment loss is recognised in profit and loss unless is carried at a relevant amount where the impairment loss is a revaluation decrease.

Group financial statements

The financial statements consolidate the results of the charity and its wholly owned subsidiary undertakings on a line by line basis using the acquisition method. A separate Statement of Financial Activities for the charity has not been presented as permitted by the exemption afforded by section 408 of the Companies Act 2006.

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Gifts	95,948	101,351
Donations	18,105	49,260
Gift aid	2,367	11,507
Grants	323,158	36,128
Admissions	3,178	500
Trusts and grants	414,600	93,638
Legacies	-	4,964
	<u>857,356</u>	<u>297,348</u>

Charitable events and sponsorship are the major funding source for Smile to develop and deliver Smile Foundations activities and objectives. In addition to raising funds Smile events also provide the opportunity to create more awareness of Smile and its programmes and projects.

Trust and Grants

	2022	2021
	£	£
Audrey Mosey		-

Notes to the Consolidated Financial Statements - continued

for the year ended 31 December 2022

2. DONATIONS AND LEGACIES - continued

AR	5,000	10,000
Beverley Covid Mutual Aid	-	1,000
Brignall Trust	10,000	-
CallER Collective	-	-
Community Hub	-	-
Covid-19 Charitable Response	-	6,228
Covid Volunteer Support	-	6,690
Defibrillators	-	2,500
East Riding of Yorkshire Council	43,150	30,000
Health Tree Foundation	50,000	-
Hessle & Anlaby Food Bank	-	699
Howden Rotary Club	-	1,345
Humber Teaching NHS Foundation Trust	146,250	-
Kingfisher Cafe	-	2,000
Men in Sheds	-	1,287
NHS Humber and North Yorkshire ICB	135,000	-
Rank Foundation	-	17,120
Sarah Brignall	-	5,000
Talking About Loss	-	3,670
Two Ridings Community Foundation	25,200	6,100
	<u>414,600</u>	<u>93,638</u>

3. INVESTMENT INCOME

	2022	2021
	£	£
Rents received	99,571	103,013
Deposit account interest	915	2,437
	<u>100,486</u>	<u>105,450</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2022	2021
	£	£
Activity		
General		
Funded charitable activity	<u>1,428,074</u>	<u>1,144,192</u>

Notes to the Consolidated Financial Statements - continued
for the year ended 31 December 2022

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 6) £	Support costs (see note 7) £	Totals £
General	<u>364,003</u>	<u>670,389</u>	<u>1,323,387</u>	<u>2,357,779</u>

6. GRANTS PAYABLE

	2022 £	2021 £
General	<u>670,389</u>	<u>375,316</u>

Grants payable include the following:

	2022 £	2021 £
Aba Daba Circus	5,418	-
AFC Blackburn Leisure	-	1,000
Amy Black Community	-	5,000
Age UK Scarborough & District	8,911	-
Andrew McNicholl Ballet Collective	12,500	12,500
ARCADE Arts Ltd	4,996	-
Bameen CIC	4,980	-
Best Hope - Young Talent Club	-	5,000
Beverley Covid 19 Mutual Aid	-	1,000
Beverley CYP	-	4,492
Beverley Pride	-	1,000
Bridlington Club for Young People	13,130	-
Bundles of Joy	-	2,697
Butterfly Memory Loss	14,820	-
Carers Plus Yorkshire	33,521	5,000
Castaway Goole	-	9,985
Christ Church Bridlington	-	3,388
City of Hull Sport and Community Group CIC	3,925	-
Climb4	10,000	-
Closer Communities	5,000	-
Community Triumph Ltd	3,000	-
Cornerhouse (Yorkshire)	14,820	-
Concrete Youth	-	2,500
Cottingham Village Trust	-	26,706
Dramatic CIC	-	2,000
East Riding Voluntary Action Services (ERVAS) Ltd	25,000	-
Easington Youth Club	-	3,000
East Riding Theatre	6,599	2,500
Emmanuel Church Bridlington	-	3,200
Favour Foundation Limited - Your Place	4,970	-

Notes to the Consolidated Financial Statements - continued

for the year ended 31 December 2022

6. GRANTS PAYABLE - continued

Freedom Road Creative Arts	3,155	-
Fire Rescue Training & Supplies	-	12,576
Goodwin Development Trust	15,880	-
Groundwork Yorkshire	4,950	-
Goole Boxing Club	-	1,350
Grants Under £3,000 (£1,000 - 2021)	92,700	61,649
Health Stars	-	16,803
Hessle Road Network	8,253	-
Hedon Methodist Church	-	3,671
Help for Health	-	3,231
HeyAct Grant	-	5,000
HICA Grant	-	2,300
Home Start Goole	60,000	-
Howdenshire Archaeological Society	4,970	-
Hull & East Riding CAB	5,000	-
Hull 4 Heroes	14,820	-
Hull FC Rugby Community Sports and Education Foundation	3,740	-
Humber All Nations Alliance	4,898	-
Humber and Wolds Rural Action	9,968	-
Humber and Wolds Rural Community Council	25,000	-
Humber NHS Foundation Trust	4,352	-
Howden Rotary Club	-	1,345
Hull Children's University	-	5,000
Hull Dance CIC	-	15,650
Hull Truck Theatre	-	15,372
KIDS Yorkshire	5,000	-
Kilham Playing Fields	-	3,168
Kingfisher Café	-	2,000
Local Works Ltd	4,616	-
Love Driffield	-	5,000
love 2 shop	3,000	-
Mama T's Dance House CIC	15,900	-
Mires Beck Nursery	9,900	-
Men in Sheds	-	4,057
Middle Child	-	10,000
Midsummer Spectacular	-	5,000
Moorlands Charity	4,375	4,940
Movement2Music	10,170	-
National Initiative for Creative Education	10,000	10,000
National Youth Arts Trust	-	10,000
Newbald Village Hall	4,369	-
New Life Support	-	5,000
Northern Academy of Performing Arts	-	4,990
Northern Hull Community Rainbow Gardens	-	1,009
Northern Lights Drama	-	1,000
Open Country	8,814	-
Prostate Cancer UK	3,600	-
Peejay Pets	-	2,502
People's Pantry	-	1,000
Pride In Hull	-	4,500
Raincliffe Woods Community Enterprise CIC	10,000	-
Rollits LLP	4,200	-
Rooted In Hull	10,000	-

Notes to the Consolidated Financial Statements - continued
for the year ended 31 December 2022

6. GRANTS PAYABLE - continued

Roots and Shoots Bridlington Community Allotment	4,000	-
SEED Eating Disorder Support Services	5,000	-
Selby District AVS	6,940	-
SHOREs	10,000	-
St Nicks	9,768	-
SASH	-	3,575
She Productions	10,000	5,120
Snaith and District Community Sport & Leisure Association	-	4,744
Talking About Loss	-	8,670
The Godber Theatre	9,725	4,661
The Green Team	9,997	5,000
The Herd Theatre	-	10,000
The Hinge Centre	32,945	6,965
The One Point Grants Paid	-	1,800
The Hull & East Yorkshire Community Counselling Service CIC	5,000	-
The North East Lincolnshire Faraway CIC	9,997	-
Thunk-it Theatre	-	7,356
Thread and Press CIC	4,643	-
Toranj Tuition	5,000	-
Thwing and Octon	-	1,860
Volunteer In Process	-	1,044
Vale of York Athletic Community	3,390	-
W Scholey & Son	3,720	-
York Bike Belles CIC	7,045	-
Young Playwrights	-	5,440
	<u>670,389</u>	<u>375,316</u>

7. SUPPORT COSTS

	Management £	Finance £	Information technology £
General	<u>1,173,699</u>	<u>328</u>	<u>12,447</u>

Notes to the Consolidated Financial Statements - continued

for the year ended 31 December 2022

7. SUPPORT COSTS - continued

	Other £	Governance costs £	Totals £
General			
	<u>92,941</u>	<u>43,971</u>	<u>1,323,386</u>

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2022 £	2021 £
Auditors' remuneration	3,500	2,800
Depreciation - owned assets	4,606	4,353
Development costs amortisation	<u>5,249</u>	<u>5,249</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

10. STAFF COSTS

	2022 £	2021 £
Wages and salaries	813,718	662,362
Social security costs	75,953	50,943
Other pension costs	<u>17,851</u>	<u>11,326</u>
	<u>907,522</u>	<u>724,631</u>

The average monthly number of employees during the year was as follows:

	2022	2021
Employed Staff	<u>34</u>	<u>28</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2022	2021
£60,001 - £70,000	<u>1</u>	<u>1</u>

Notes to the Consolidated Financial Statements - continued
for the year ended 31 December 2022

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	261,152	36,196	297,348
Charitable activities			
General	1,144,192	-	1,144,192
Investment income	<u>1,131</u>	<u>104,319</u>	<u>105,450</u>
Total	<u>1,406,475</u>	<u>140,515</u>	<u>1,546,990</u>
EXPENDITURE ON			
Charitable activities			
General	<u>1,321,911</u>	<u>205,959</u>	<u>1,527,870</u>
Net gains on investments	<u>53,163</u>	<u>-</u>	<u>53,163</u>
NET INCOME/(EXPENDITURE)	137,727	(65,444)	72,283
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>1,775,630</u>	<u>1,482,638</u>	<u>3,258,268</u>
TOTAL FUNDS CARRIED FORWARD	<u>1,913,357</u>	<u>1,417,194</u>	<u>3,330,551</u>

12. GIFTS IN KIND

Throughout the year the charity received goods and services which were donated. These include:

	2022 £	2021 £
Office Rental - Gosschalks	75,000	26,518
Legal Services - Gosschalks	-	6,089
IT Services - Gosschalks	-	3,363
IT Services - The One Point	445	-
Accountancy - 360 Accountants	-	6,400
Events	250	8,981
PPE - Arco	-	50,000
Equipment - KCOM	15,772	-
Equipment	<u>3,331</u>	<u>-</u>
	<u>94,798</u>	<u>101,351</u>

Notes to the Consolidated Financial Statements - continued

for the year ended 31 December 2022

13. INTANGIBLE FIXED ASSETS

	Goodwill £	Development costs £	Totals £
GROUP			
COST			
At 1 January 2022 and 31 December 2022	<u>2,857</u>	<u>26,245</u>	<u>29,102</u>
AMORTISATION			
At 1 January 2022	2,857	10,498	13,355
Charge for year	<u>-</u>	<u>5,249</u>	<u>5,249</u>
At 31 December 2022	<u>2,857</u>	<u>15,747</u>	<u>18,604</u>
NET BOOK VALUE			
At 31 December 2022	<u>-</u>	<u>10,498</u>	<u>10,498</u>
At 31 December 2021	<u>-</u>	<u>15,747</u>	<u>15,747</u>
CHARITY			
COST			
At 1 January 2022 and 31 December 2022	<u>2,857</u>	<u>26,246</u>	<u>29,103</u>
AMORTISATION			
At 1 January 2022	2,857	10,498	13,355
Charge for year	<u>-</u>	<u>5,249</u>	<u>5,249</u>
At 31 December 2022	<u>2,857</u>	<u>15,747</u>	<u>18,604</u>
NET BOOK VALUE			
At 31 December 2022	<u>-</u>	<u>10,499</u>	<u>10,499</u>
At 31 December 2021	<u>-</u>	<u>15,748</u>	<u>15,748</u>

Notes to the Consolidated Financial Statements - continued

for the year ended 31 December 2022

14. TANGIBLE FIXED ASSETS

GROUP	Freehold property £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST OR VALUATION					
At 1 January 2022	1,290,000	-	8,500	19,658	1,318,158
Additions	-	5,945	-	8,508	14,453
Revaluations	<u>827,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>827,000</u>
At 31 December 2022	<u>2,117,000</u>	<u>5,945</u>	<u>8,500</u>	<u>28,166</u>	<u>2,159,611</u>
DEPRECIATION					
At 1 January 2022	-	-	8,500	17,180	25,680
Charge for year	<u>-</u>	<u>925</u>	<u>-</u>	<u>3,681</u>	<u>4,606</u>
At 31 December 2022	<u>-</u>	<u>925</u>	<u>8,500</u>	<u>20,861</u>	<u>30,286</u>
NET BOOK VALUE					
At 31 December 2022	<u>2,117,000</u>	<u>5,020</u>	<u>-</u>	<u>7,305</u>	<u>2,129,325</u>
At 31 December 2021	<u>1,290,000</u>	<u>-</u>	<u>-</u>	<u>2,478</u>	<u>1,292,478</u>

Cost or valuation at 31 December 2022 is represented by:

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
Valuation in 2018	1,283,963	-	-	-	1,283,963
Valuation in 2022	827,000	-	-	-	827,000
Cost	<u>6,037</u>	<u>5,945</u>	<u>8,500</u>	<u>28,166</u>	<u>48,648</u>
	<u>2,117,000</u>	<u>5,945</u>	<u>8,500</u>	<u>28,166</u>	<u>2,159,611</u>

Freehold land and buildings were valued on an open market basis on 3 November 2022 by Garness Jones.

Notes to the Consolidated Financial Statements - continued

for the year ended 31 December 2022

14. TANGIBLE FIXED ASSETS - continued

CHARITY	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 January 2022	-	8,500	18,373	26,873
Additions	<u>5,945</u>	<u>-</u>	<u>8,508</u>	<u>14,453</u>
At 31 December 2022	<u>5,945</u>	<u>8,500</u>	<u>26,881</u>	<u>41,326</u>
DEPRECIATION				
At 1 January 2022	-	8,500	16,344	24,844
Charge for year	<u>925</u>	<u>-</u>	<u>3,474</u>	<u>4,399</u>
At 31 December 2022	<u>925</u>	<u>8,500</u>	<u>19,818</u>	<u>29,243</u>
NET BOOK VALUE				
At 31 December 2022	<u>5,020</u>	<u>-</u>	<u>7,063</u>	<u>12,083</u>
At 31 December 2021	<u>-</u>	<u>-</u>	<u>2,029</u>	<u>2,029</u>

15. FIXED ASSET INVESTMENTS

	Listed investments £	Cash and settlements pending £	Totals £
MARKET VALUE			
At 1 January 2022	1,002,350	109,988	1,112,338
Additions	-	9,880	9,880
Disposals	(9,879)	-	(9,879)
Revaluations	<u>(94,687)</u>	<u>-</u>	<u>(94,687)</u>
At 31 December 2022	<u>897,784</u>	<u>119,868</u>	<u>1,017,652</u>
NET BOOK VALUE			
At 31 December 2022	<u>897,784</u>	<u>119,868</u>	<u>1,017,652</u>
At 31 December 2021	<u>1,002,350</u>	<u>109,988</u>	<u>1,112,338</u>

There were no investment assets outside the UK.

Historical cost of investments being £999,999.

Shares in group undertakings as at the Balance Sheet date represent the Charity's investment in HEY Smile Events Limited. Below are details of subsidiaries, where control has been established through investment in share capital or by other means:

The company's investments at the balance sheet date in the share capital of companies include the following:

Notes to the Consolidated Financial Statements - continued
for the year ended 31 December 2022

15. FIXED ASSET INVESTMENTS - continued

JB Willows Working Men's Cottages

Registered office: 61 Queens Garden, Hull, East Yorkshire, HU1 3AE

Nature of business: Charity

	2022	2021
	£	£
Aggregate capital and reserves	2,155,209	1,367,448
Surplus / (loss) for the year	<u>787,761</u>	<u>(17,315)</u>

HEY Smile Events Limited

Registered office: 61 Queens Garden, Hull, East Yorkshire, HU1 3AE

Nature of business: Dormant Company

	% holding	2022	2021
		£	£
Class of share:			
Ordinary	100	100	100
Aggregate capital and reserves		100	100

Hull Youth Support Trust

Registered office: 161 Unit 5, High Street, Hull East Yorkshire, HU1 1NQ

Nature of business: Charity

	2022	2021
	£	£
Aggregate capital and reserves	16,749	22,668
Loss for the year	<u>(5,919)</u>	<u>(48,128)</u>

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

GROUP

	2022	2021
	£	£
Trade debtors	171,209	256,511
Other debtors	12,547	7,134
Prepayments and accrued income	<u>1,478</u>	<u>2,615</u>
	<u>185,234</u>	<u>266,260</u>

CHARITY

	2022	2021
	£	£
Trade debtors	198,666	256,181
Other debtors	7,202	7,134
Prepayments	<u>490</u>	<u>2,615</u>
	<u>206,358</u>	<u>265,930</u>

Notes to the Consolidated Financial Statements - continued
for the year ended 31 December 2022

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
GROUP		
Bank loans and overdrafts (see note 19)	11,274	-
Trade creditors	75,496	24,531
Social security and other taxes	28,012	3,347
Other creditors	8,288	1,334
Accruals and deferred income	<u>13,300</u>	<u>30,235</u>
	<u>136,370</u>	<u>59,447</u>
	2022	2021
	£	£
CHARITY		
Bank loans and overdrafts (see note 18)	11,274	-
Trade creditors	100,539	11,136
Social security and other taxes	28,012	-
Other creditors	7,388	4,682
Accruals and deferred income	<u>11,500</u>	<u>28,435</u>
	<u>158,713</u>	<u>44,253</u>

Notes to the Consolidated Financial Statements - continued
for the year ended 31 December 2022

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021
	£	£
Bank loans (see note 19)	<u>26,513</u>	<u>49,061</u>

19. LOANS

An analysis of the maturity of loans is given below:

	2022	2021
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>11,274</u>	<u>-</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>11,274</u>	<u>-</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>15,239</u>	<u>49,061</u>

20. MOVEMENT IN FUNDS

GROUP

	At 1/1/22	Net movement in funds	At 31/12/22
	£	£	£
Unrestricted funds			
General fund	623,233	(370,011)	253,222
I AM Fund	<u>1,290,123</u>	<u>(94,687)</u>	<u>1,195,436</u>
	1,913,356	(464,698)	1,448,658
Restricted funds			
JB Willows Working Men's Cottages	1,367,448	787,761	2,155,209
Hull Youth Support Trust	22,668	(5,919)	16,749
Spark	14,435	(5,249)	9,186
Others	12,644	-	12,644
East Riding of Yorkshire Council	-	82,162	82,162
NHS	-	336,353	336,353
The Health Tree	-	30,040	30,040
	<u>1,417,195</u>	<u>1,225,148</u>	<u>2,642,343</u>
TOTAL FUNDS	<u>3,330,551</u>	<u>760,450</u>	<u>4,091,001</u>

Notes to the Consolidated Financial Statements - continued

for the year ended 31 December 2022

20. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,084,038	(1,454,049)	-	(370,011)
I AM Fund	-	-	(94,687)	(94,687)
	1,084,038	(1,454,049)	(94,687)	(464,698)
Restricted funds				
JB Willows Working Men's Cottages	44,636	(83,875)	827,000	787,761
Hull Youth Support Trust	53,766	(59,685)	-	(5,919)
Spark	-	(5,249)	-	(5,249)
Others	94,893	(94,893)	-	-
East Riding of Yorkshire Council	119,400	(37,238)	-	82,162
NHS	939,182	(602,829)	-	336,353
The Health Tree	50,000	(19,960)	-	30,040
	1,301,877	(903,729)	827,000	1,225,148
TOTAL FUNDS	<u>2,385,915</u>	<u>(2,357,778)</u>	<u>732,313</u>	<u>760,450</u>

Comparatives for movement in funds

GROUP

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	485,507	137,726	623,233
I AM Fund	1,290,123	-	1,290,123
	1,775,630	137,726	1,913,356
Restricted funds			
JB Willows Working Men's Cottages	1,384,763	(17,315)	1,367,448
Hull Youth Support Trust	70,796	(48,128)	22,668
Spark	14,435	-	14,435
Others	12,644	-	12,644
	1,482,638	(65,443)	1,417,195
TOTAL FUNDS	<u>3,258,268</u>	<u>72,283</u>	<u>3,330,551</u>

Notes to the Consolidated Financial Statements - continued

for the year ended 31 December 2022

20. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,406,475	(1,321,912)	53,163	137,726
Restricted funds				
JB Willows Working Men's Cottages	44,298	(61,613)	-	(17,315)
Hull Youth Support Trust	<u>96,217</u>	<u>(144,345)</u>	<u>-</u>	<u>(48,128)</u>
	<u>140,515</u>	<u>(205,958)</u>	<u>-</u>	<u>(65,443)</u>
TOTAL FUNDS	<u><u>1,546,990</u></u>	<u><u>(1,527,870)</u></u>	<u><u>53,163</u></u>	<u><u>72,283</u></u>

CHARITY

	At 1/1/22 £	Net movement in funds £	At 31/12/22 £
Unrestricted funds			
General fund	623,334	(370,011)	253,323
I AM Fund	<u>1,290,123</u>	<u>(94,687)</u>	<u>1,195,436</u>
	1,913,457	(464,698)	1,448,759
Restricted funds			
Restricted	12,644	-	12,644
Spark	14,435	(5,249)	9,186
East Riding of Yorkshire Council	-	82,162	82,162
NHS	-	336,353	336,353
The Health Tree	<u>-</u>	<u>30,040</u>	<u>30,040</u>
	<u>27,079</u>	<u>443,306</u>	<u>470,385</u>
TOTAL FUNDS	<u><u>1,940,536</u></u>	<u><u>(21,392)</u></u>	<u><u>1,919,144</u></u>

Notes to the Consolidated Financial Statements - continued

for the year ended 31 December 2022

20. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,084,038	(1,454,049)	-	(370,011)
I AM Fund	-	-	(94,687)	(94,687)
	1,041,560	(1,411,571)	(94,687)	(464,698)
Restricted funds				
Restricted	94,893	(94,893)	-	-
Spark	-	(5,249)	-	(5,249)
East Riding of Yorkshire Council	119,400	(37,238)	-	82,162
NHS	939,182	(602,829)	-	336,353
The Health Tree	50,000	(19,960)	-	30,040
	1,203,475	(760,169)	-	443,306
TOTAL FUNDS	<u>2,245,035</u>	<u>(2,171,740)</u>	<u>(94,687)</u>	<u>(21,392)</u>

Comparatives for movement in funds

CHARITY

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	485,508	137,826	623,334
I AM Fund	1,290,123	-	1,290,123
	1,775,631	137,826	1,913,457
Restricted funds			
Restricted	12,644	-	12,644
Spark	14,435	-	14,435
	27,079	-	27,079
TOTAL FUNDS	<u>1,802,710</u>	<u>137,826</u>	<u>1,940,536</u>

Notes to the Consolidated Financial Statements - continued
for the year ended 31 December 2022

20. MOVEMENT IN FUNDS - continued

Designated funds

I AM Fund - This represents the legacy received from the estate of the late Audrey Mosley. The legacy will be used, for the next 2 years at least, to develop performing arts in the area and as such has been designated by the trustees.

Restricted funds

JB Willows Working Men's Cottages - This is a group of 18 properties within the boundaries of Hull within a micro community themselves surrounded by greenery, whilst still benefitting from excellent community provisions and easy access to transportation links into the City centre and beyond. This is a subsidiary of HEY Smile Foundation and the fund associated with the entity has been restricted on the basis that its objectives are narrower than those of HEY Smile Foundation.

Hull Youth Support Trust - This project aims to help young economically disadvantaged people become financially independent, by getting started in business by providing affordable business units and access to advice and support. This is a subsidiary of HEY Smile Foundation and the fund associated with the entity has been restricted on the basis that its objectives are narrower than those of HEY Smile Foundation.

Spark - This represents a grant received to cover some of the costs of 'The Beecan' development.

Others - This represents other funds held for restricted purposes, which are immaterial to be presented separately.

East Riding of Yorkshire Council - This represents funds received from the council to deliver various projects throughout the county.

NHS - This represents funds received from the NHS for delivering projects such as green social prescribing.

The Health Tree - This represents funds received to distribute to local worthy causes meeting the prescribed criteria.

Notes to the Consolidated Financial Statements - continued

for the year ended 31 December 2022

21. EMPLOYEE BENEFIT OBLIGATIONS

The company operates a defined pension contribution scheme for its employees. The pension cost charges represent contributions payable by the company and amounted to £17,851 (2021: £11,236). Contributions outstanding at 31 December 2022 were £4,253 (2021: £3,347)

22. RELATED PARTY DISCLOSURES

A £200 charitable donation was paid to North Ferriby Football Club Limited (2021 - £200), a company of which James Dick, a former trustee, is a director.

A grant for £2,000 was paid to Pocklington Rugby in the Community (2021 - £300), a charity of which Andrew Bowden is a trustee.

A grant of £10,000 was paid to Rooted in Hull (2021 - £nil) a charity which Harriet Jones is a trustee.

£3,176 was paid to Shared Agenda Solutions Ltd to conduct a feasibility study (2021 - £nil), a company related to the CEO.

£25,730 was paid to The One Point Limited for IT services (2021 - £14,793), a company who is related via the CEO's partner who is the CSO and a shareholder.

Office space was gifted to Fitmums & Friends this year as in previous years, during the year the CEO was a trustee of this charity.