

REGISTERED COMPANY NUMBER: 06642112 (England and Wales)
REGISTERED CHARITY NUMBER: 1127014

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022
FOR
SKY BLUES IN THE COMMUNITY
(A COMPANY LIMITED BY GUARANTEE)**

Flint & Thompson
Statutory Auditors
2 Manor Square
Solihull
West Midlands
B91 3PX

SKY BLUES IN THE COMMUNITY
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FOR THE YEAR ENDED 31 DECEMBER 2022

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SKY BLUES IN THE COMMUNITY
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).

OBJECTIVES AND ACTIVITIES

Objectives and activities

The principal object of the charity, in accordance with its memorandum of association, is to promote community participation in healthy recreation through football and other sports for the benefit of the public across Coventry and Warwickshire. In the furtherance of this object the directors, as the charity trustees, have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to the Charity Commission's published general and relevant sub-sector guidance concerning the operation of the Public Benefit requirement under the act.

1. Increasing our levels of unrestricted income through services we provide, fundraising and sponsorship
2. Expanding our commissioned and consortium income portfolio, cementing our position as a 'go to' organisation for community engagement and delivery
Strategic Plan 2020 - 2023
3. Providing pathways for our beneficiaries that maximises their 'journey' opportunities with us and to focus our offer, understanding what we are good at and not trying to be all things to everyone
4. Maximising our unique selling points to increase our market appeal to customers, partners, funders and wider stakeholders
5. Ensuring all of our programmes and activities are financially self-sufficient

The work of Sky Blues in the Community is underpinned by several company values. These company values inform how we operate, communicate and conduct ourselves daily. Our values are to:

- * Enjoy what we do
- * Deliver our services to the highest standards
- * Exceed expectations* Be open and transparent
- * Learn from, and share best practice
- * Be professional
- * Provide an excellent experience
- * Work in partnership
- * Be honest, trustworthy and act with integrity
- * Innovative

Activities for achieving objectives

The significant activities for achieving the objectives are:

- * To increase the opportunity for residents of Coventry and Warwickshire to participate in physical activity and improve Mental well-being, for a more physically active lifestyle.
- * To actively promote opportunities for disadvantaged and marginalised communities to participate in positive activities, regardless of age, gender, race, infirmity, disablement, poverty, or social and economic circumstances.
- * To promote participation in healthy activities, through providing facilities for the playing of football and other sports, whilst improving health and awareness through a variety of mediums
- * To advance the education and learning of children, young people, and adults by promoting accredited training and personal development opportunities.
- * Working in partnership with key local, regional and national organisations to allow the company to achieve its charitable objectives and the listed activities.

SKY BLUES IN THE COMMUNITY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022

OBJECTIVES AND ACTIVITIES

Achievements and performance

DAVID BUSST, HEAD OF COMMUNITY

Our team continue to be enthusiastic, passionate and dedicated working above and beyond to make a difference in our community and through the use of sport we hope to succeed in changing the lives of people who deserve it most.

HAF - (Holiday Activities Food)

Our holiday activities and food programme has continued to provide support to children/families in receipt of free school meal vouchers through-out Coventry Area during set School holiday periods.

Research has shown that the school holidays can be pressure points for some families. For some children this can lead to a holiday experience gap, with children from low-income households being:

- * Less likely to access organised out-of-school activities
- * More likely to experience 'unhealthy holidays' in terms of nutrition and physical health
- * More likely to experience social isolation

Our HAF programme is a response to this issue, with evidence showing that free holiday clubs can have a positive impact on children and young people, and that they work best when they:

- * Provide consistent and easily accessible enrichment activities
- * Cover more than just breakfast or lunch
- * Involve children (and parents) in food preparation
- * Use local partnerships and connections, particularly with the voluntary and community organisation sector

As a result of this programme, we want children who attend this provision to:

- * eat healthily over the school holidays
- * be active during the school holidays
- * take part in engaging and enriching activities which support the development of resilience, character, and wellbeing along with their wider educational attainment.
- * be safe and not to be socially isolated
- * have a greater knowledge of health and nutrition
- * be more engaged with school and other local services

We also want to ensure that the families who participate in this programme:

- * develop their understanding of nutrition and food budgeting
- * are signposted towards other information and support, for example, health, employment, and education

Working in partnership remains our key focus which enabled us to impact on the needs of our community and be a key service provider for the delivery of HAF with key stakeholders CCC-Department of Education. On the back of the success of the summer cohorts and particularly the delivery, SBITC secured further funding for Dec 2022.

PL Sport and Core Activities

Premier League Primary Stars (PLPS)

- In 2022, the PLPS project continued to develop the Social Action element of the programmed within schools, seeing many young people volunteering within their school for the local community.
- A greater number of online calls through Microsoft Teams and Zoom, networking with other CCO's to highlight areas of best practice and improvement which resulted in improved CPD for our coaches and consequently better-quality delivery.
- Despite the disruption of Covid 19, we met our PLPS KPI's in 2021 with 25 teachers, 50 classes, 6 social action projects and large number of PSHE/Numeracy/Literacy interventions taking place.

SKY BLUES IN THE COMMUNITY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022

OBJECTIVES AND ACTIVITIES

Joy of Moving

- Joy of Moving was delivered in schools to 1700 children from across Coventry in 2022.
- Joy of Moving Festivals were delivered in partnership with the EFL Trust. A large number of schools from across Coventry took part and saw 100's of children enjoys a day of physical activity and sport.
- Ferrero UK's corporate social responsibility project, the Joy of moving programme, which has been developed and delivered through a partnership with EFL Trust for over seven years, is based on methodology which is designed to inspire children to move though play and captures the fun approach, which we know is key. The methodology was established by independent experts, including Foro Italico (Rome University) and the Italian Olympic Committee (CONI) and focuses on developing key skills in four major areas:

- * Physical fitness
- * Motor coordination
- * Cognitive functions & creativity
- * Life skills

- The Joy of moving programme is delivered within schools and consists of two elements; the Move & Learn project and Joy of moving Festivals.

Health

At Sky Blues in the Community, one of our main aims is to improve the health and wellbeing of our participants. This includes improving the quality of life for individuals with mental and physical difficulties, increasing life expectancy of the older generation through sport and reducing the use of health and social services. We offer a range of programmes which target the entire population and improve the lifestyles of all members of the community.

MEN talk

- MEN talk is funded for five years from Jan 2021-Dec 2026 with the aim to support 1600 men aged 25-64 across Coventry and Warwickshire with their emotional health and well-being.
- The project combines physical exercise and activities with targeted mental health workshops in a non-clinical environment.
- The mental health workshops cover various topics, including but not limited to: Understanding anxiety, depression, stress, self-compassion and the links between physical and mental health.
- The overall aim of the project is to improve men's mental health by increasing their resilience to deal with issues constructively, encouraging them to choose healthy lifestyle choices and decreasing their sense of isolation through participation in group activities.
- MEN talk initially launched in February 2021, using the platform Zoom. Since the launch of MEN talk, SBITC have been instrumental in changing and saving the lives of multiple men across Coventry and Warwickshire.

"I'm not exaggerating when I say MENTalk has been a lifesaver as I was really struggling and running out of options about how I was going to keep going before being introduced to this course."

"I've gone from Zero to Hero. I can control my anxiety attacks to an extent now using the methods we were shown in the sessions on MENTalk. I've stopped taking medication because of the training I've received."

"You've helped in so many ways. I'm not sure you realise how awesome this project is from a person to have lived with this illness for so long. Talking with you has helped to calm me down and get to a better place. This group is awesome for me. My wife wants to thank you as well as she's seen a change."

DEMENTIA Active

- DEMENTIA Active is funded to support residents of Coventry with a diagnosis of dementia, early onset dementia and individuals with MCI (congenital or acquired mild cognitive impairments).
- DEMENTIA Active provides a safe space for participants to engage in activities that they may have enjoyed prior to receiving their diagnosis.
- While dementia is a condition that progressively worsens, engaging in activities supports participants in delaying the degeneration of their motor skills and balance.

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OBJECTIVES AND ACTIVITIES

- DEMENTIA Active also acts as a support mechanism for the family and careers of participants, who are able to socialise over hot drinks provided by SBITC and receive social support.
- The session also acts as rest-bite for family members and carers.
- The session is part staffed by SBITC and members of the dementia team at Coventry and Warwickshire NHS Partnership Trust, so we are able to provide a session that has an expert level of care.

"My son is 20 and he has dementia as a result of a neurological condition, and what we've found is that there are no services in the community for him. It was so lovely to hear about DEMENTIA Active group that he could come along, where he can have a look and engage in the bits (activities) that he likes. It's amazing, he's currently playing badminton, he loves the archery. People are so supportive and engaging with him 1:1, I would really recommend anyone gives it a try."

"We found it invaluable attending the session, it's been really positive for the people with dementia to attend, we've seen how it's uplifted their mood and their general wellbeing. There has clearly been a need for this service for a very long time."

"We have been coming for a few months now, it's really nice - he gets up on Monday and it's somewhere he can go, enjoy himself, relax. He really enjoys the badminton and people giving him 1:1 support. It's something that he really enjoys doing."

"Keeps me occupied. I enjoy it because everybody is polite, my wife gets to go shopping while I'm here enjoying darts and archery. I look forward to coming every week and my wife does. I've made friends and I would recommend the session to anyone."

EDUCATION - Kick Start

Jamal's Story -

Jamal was unemployed for 2 months before applying for the role as the Assistant Community Coach with SBITC. Prior to taking part in the Kickstart scheme, Jamal struggled to find work and worried whether he could fill a role like this or not, in an area of work that he is very passionate about.

When starting his role with Sky Blues in the Community, Jamal commented:

"I am most looking forward to supporting young people across Coventry to progress in every aspect of life and the skills they need to be the best they can."

INCLUSION

PREMIER LEAGUE KICKS AND PREMIER LEAGUE INSPIRES

The Premier League Kicks and Premier League Inspires is the Premier League's flagship programme which provides opportunities for underprivileged and disadvantaged children using the power of football and sport. The project inspires young people in some of the most high-need areas of Coventry and Warwickshire. We engage youngsters in constructive activities, including a wide variety of sports, coaching, music and educational and personal development sessions, Volunteering, and job opportunities.

Over the last year, the programme has continued deliver a successful programme, since the return from the pandemic, it was important for us to make sure we provided opportunities to continue to exercise the mind, not just the body and to encourage young people and families to continue to stay positive despite the challenges that come our way.

The programme has continued to work with its existing partner Moat House Community Trust to help provide delivery of food packages within the local community, over 100 packages are delivered weekly still.

Over the year we have engaged with over ??? young people aged between 8-18 years old, meaning the project participants has risen with a 9.5% increase on the previous year. 141 participants ages 18+ have been engaged through the offering of volunteering, training and being involved in a variety of social action activities supporting the PL Kicks project.

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STRATEGIC REPORT

Financial review

The charity generated a surplus of £168,257 (2021 - £55,323) in the financial year. At the year end, the charity has restricted reserves of £244,500 and unrestricted reserves of £617,977. The cash at bank balance has increased from £796,134 in 2021 to £932,214 in 2022.

Principal funding

As always, the charity is extremely grateful for the funding we receive from several organisations that allow us to deliver our work. During 2022, those funders included:

- BBC Children in Need
- Big Lottery Fund (Reaching Communities)
- Birmingham County FA
- Coventry City FC
- Coventry City Council
- CSW Sport
- Coventry and Warwickshire Partnership trust
- English Football league
- English Football league Trust
- European Social Fund (and Big Lottery Fund)
- Ferrero
- Football Foundation
- Sharp Business Solutions
- Mind
- Moat House Community Trust
- NHS Coventry
- Public Health Coventry
- Sport England
- The PFA
- The Football Association
- The Premier League Charitable Fund
- The Premier League, including Facilities fund
- West Midlands Police-VRU

Once again, grant funding and commissioning has supported the range and diversity of our charitable activities taking place across Coventry and Warwickshire and is having a significant impact on the lives of many residents of all ages.

Reserves policy

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to six months staff costs and when achieved lead on to a six-month full cost recovery model.

The trustees consider that reserves at this level will ensure that, in the event of a significant drop income, they will be able to continue the charity's current activities whilst consideration is given to ways in which additional funds may be raised.

Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operation existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

Principal risks and uncertainties

The principal risk faced by the charity is the potential loss of funding and decrease in numbers for paid for activities. However, continued partnership working has seen us cement 17 new funding opportunities alongside the increased participation in 2019 for our paid for services.

SKY BLUES IN THE COMMUNITY
REPORT OF THE TRUSTEES
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STRATEGIC REPORT

Organisational Changes

The financial implications for the charity with grants coming to an end has been minimised, primarily through the Trustees/Head of Community maintaining a financial risk register and subsequently identifying and accessing new funds to continue the breadth of work undertaken by the charity.

A. Financial Risks

Every year, the organisation will undertake a financial risk review which considers the following:

- * Operational Risks that may negatively influence financial performance
- * A review of financial policies and procedures (as outlined within the Financial Regulations Manual)
- * Funding risk register (twice-yearly) to identify risks associated with grant fundraising streams and steps to mitigate those risks

The financial risk review forms part of the wider charity risk management process, which is monitored through an Organisational Risk Register. This document is designed around the Charity Commission best practice guidance on managing risk within charities and is managed, monitored and reviewed by the Directors, with Risk being a standard agenda item at each trustee meeting.

B. Governance and Leadership

The Head of Community is accountable to the Board of Trustees that meets as a minimum on a quarterly basis (minimum total of four meetings plus AGM each year). Trustees come from a variety of sport, business, marketing, and community backgrounds, providing a varied skill set to assist the organisations management.

As well as accountability to the Board of Trustees, every year we go through an assessment by the English Football League Trust and Premier League Charitable Fund called 'CCOP-Capability Code of Practice'. This specification sets out the required standards across 14 key areas.

The process identifies where our organisation is meeting minimum standards and where we are working towards achieving excellence. The minimum standards have been drawn from existing government guidance, the Charity Commission, industry best practice and Premier League requirements. In some cases, existing guidance has been tailored to the specific context of football club community organisations.

C. Quality and Impact

We have a strong commitment to quality across all areas of our organization - including in the way that we are run and in our project delivery. We are often asked to be part of working groups to support the ongoing development of projects - particularly those within the Club Community Organisation (CCO) network.

We have clear hard and soft outcomes identified for each of our projects and activities, as well as a range of tools and resources that allow us to demonstrate the benefit of our work. These tools are a combination of those that we developed internally, adopted academic methodologies, or established health and education industry frame works. (See 2018 Impact Report)

D. Public Benefit

The Trustees have each received the Charity Commissions guidelines on public benefit and this forms part of the induction pack for new Trustees.

The charity uses the brand of Coventry City Football Club to help achieve its mission of helping people to take part in a physically active, healthy and informed lifestyle, whilst providing an environment that encourages learning, personal development and personal achievement.

SKY BLUES IN THE COMMUNITY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022

STRATEGIC REPORT

Plans for future periods

Future Developments

Background

The start of 2020 saw us produce a new Business Plan and Executive Summary for 2020-23. following 2 years of pre and post Covid the strategy, was reviewed July 2022 to look at our objectives and significant changes in direction of travel regarding new opportunities and outcomes for the charity.

2021 saw Sky Blues in the Community project funded by the Premier League & The FA Facilities Fund, The Futures Trust and Coventry City Council which focused on supporting the development of new or refurbished local football facilities in partnership with President Kennedy Secondary School, improving the experience of playing the national game at the lowest levels, and helping to increase participation in football across the country.

The grant fund offer was made in October 2020 and dual lease agreement in place the project commenced in Aug 2021 for the 4g pitch completion in November 2021. The Pavilion work was started in Nov 2021 with the grand opening in May 2022 where former pupil and Ex Coventry, Bournemouth and current Newcastle and England forward Callum Wilson was there to cut the ribbon.

2022 saw the appointment of a new Operations Manager and Business Development Manager.

Future

The 3-5 year plan will be reviewed in 2023. In 2022, an additional £90,000 of surplus reserves was transferred to the facilities fund, giving a total of £140,000 with the vision of new facilities being developed in the south of the city.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Charity constitution

The charity is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 9 July 2008. The charity is registered under the charity number 1127014.

The principal object of the charity is to benefit the inhabitants of Coventry and the surrounding area by promoting community participation in healthy recreation by providing facilities in for the playing of association football and other sports capable of improving health and education.

Method of appointment or election of new trustees

The management of the charity is the responsibility of the trustees who are elected and co-opted under the terms of the Articles of Association.

New Trustees our recruitment at the invitation of the current trustees and are appointed as trustees when such appointment has been approved by all the existing Trustees. The number of Trustees shall be not less than Five and Maximum of 12 as per a resolution approved by the trustees and Charity Commission in Nov 2018.

Organisational structure and decision making

The Board of Trustees are the ultimate control in the party of the charity, but they have delegated responsibility for the day-to-day management of the charity to the Head of Community supported by BDM and 4 theme managers.

In 2022, after the introduction of the organisational risk register in 2016, the risk registers outlines: several areas of risk, how these will be mitigated and managed, as well as the staff and trustees' responsibilities. The subject of risk is now a standard agenda item at trustee meetings with the risk register, including financial risk, being reviewed, and updated every six months.

SKY BLUES IN THE COMMUNITY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the charity, which again are reviewed every six months, and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

In order to meet our obligations under the Charities Act 2011, we must submit full accounts the Charity Commission within ten months of the end of our financial year. This deadline has been met for each of our annual submission to the commission.

Our Financial Regulations Manual identifies the role all staff have in effectively managing day to day finances, as well as outlining process such as cash handling, monthly banking, invoice processes, online banking etc. This ensures a consistent approach to our physical dealings with money and clear financial procedure.

In terms of budgetary management, we have an overall organisational budget completed on an annual basis. Each of our senior management team are given a budget for their area of work, with financial targets included in the relevant staff personal objectives.

We have external accountants (Askews) who produce monthly management reports to assess the financial risk of the charity which allows Theme managers to report on any variances between budget and actuals.

We have appointed part-time finance co-ordinator that oversees the inputting of all information into SAGE software accounting, allowing us to accurately monitor our income and expenditure, and performance against budgets for our different areas of work. Responsibility and accountability for monitoring and managing budgets sits with our senior management team and financial targets and reporting on budgets forms part of our appraisal, 1:1 supervision Framework and quarterly reporting mechanisms.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06642112 (England and Wales)

Registered Charity number

1127014

Registered office

Coventry Building Society Arena
Judds Lane
Coventry
West Midlands
CV6 6GE

Trustees

D Boddy
T S Gill
M Hornby
N E Newbold
Ms T V Owatemi
C Salter
P W Sullivan
Mrs L W Tebbutt

Company Secretary

D J Busst

SKY BLUES IN THE COMMUNITY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Auditors

Flint & Thompson
Statutory Auditors
2 Manor Square
Solihull
West Midlands
B91 3PX

Bankers

The Co-operative Bank
1 Balloon Street
Manchester
M60 1GP

Ulster Bank Ltd
5 Nutley Grove
Carlow
Co. Kilkenny

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Sky Blues in the Community 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).

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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on 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.

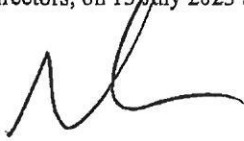
AUDITORS

The auditors, Flint & Thompson, will be proposed for re-appointment at the forthcoming Annual General Meeting.

SKY BLUES IN THE COMMUNITY

**REPORT OF THE TRUSTEES
for the Year Ended 31 December 2022**

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 13 July 2023 and signed on the board's behalf by:

A handwritten signature in black ink, appearing to be 'N E Newbold', written over a horizontal line.

N E Newbold - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF SKY BLUES IN THE COMMUNITY

Opinion

We have audited the financial statements of Sky Blues in the Community (the 'charitable company') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the 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 (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 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 SKY BLUES IN THE COMMUNITY

Matters on which we are required to report by exception

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

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 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 directors' report and from the requirement to prepare a strategic report.

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 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 directors' 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 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 SKY BLUES IN THE COMMUNITY

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.

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:

The auditor's assessment of the susceptibility of the entity's financial statements to material misstatement, including how fraud might occur Which laws and regulations the auditor identified as being of significance in the context of the entity How the auditor obtained an understanding of: The legal and regulatory framework applicable to the entity and how the entity is complying The entity's policies and procedures on compliance with laws and regulations, including documentation of any instances of non-compliance The entity's policies and procedures on fraud risks, including knowledge of any actual, suspected or alleged fraud.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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
SKY BLUES IN THE COMMUNITY**

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.



Peter Georgiades (Senior Statutory Auditor)
for and on behalf of Flint & Thompson
Statutory Auditors
2 Manor Square
Solihull
West Midlands
B91 3PX

13 July 2023

SKY BLUES IN THE COMMUNITY

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	570,863	893,302	1,464,165	999,627
Charitable activities	4				
Activities within the Community		2,245	-	2,245	-
Investment income	3	741	-	741	264
Total		<u>573,849</u>	<u>893,302</u>	<u>1,467,151</u>	<u>999,891</u>
EXPENDITURE ON					
Charitable activities	5				
Activities within the Community		404,753	769,802	1,174,555	804,523
Support costs on charitable activities		124,339	-	124,339	140,045
Total		<u>529,092</u>	<u>769,802</u>	<u>1,298,894</u>	<u>944,568</u>
NET INCOME		44,757	123,500	168,257	55,323
RECONCILIATION OF FUNDS					
Total funds brought forward		573,220	121,000	694,220	638,897
TOTAL FUNDS CARRIED FORWARD		<u><u>617,977</u></u>	<u><u>244,500</u></u>	<u><u>862,477</u></u>	<u><u>694,220</u></u>

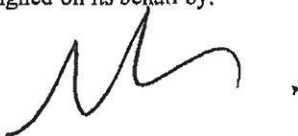
The notes form part of these financial statements

SKY BLUES IN THE COMMUNITY

BALANCE SHEET 31 December 2022

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	11	26,976	-	26,976	17,686
CURRENT ASSETS					
Stocks	12	-	-	-	4,965
Debtors	13	101,077	-	101,077	56,290
Prepayments and accrued income		18,285	-	18,285	22,126
Cash at bank		687,714	244,500	932,214	796,134
		<u>807,076</u>	<u>244,500</u>	<u>1,051,576</u>	<u>879,515</u>
CREDITORS					
Amounts falling due within one year	14	(216,075)	-	(216,075)	(202,981)
NET CURRENT ASSETS		<u>591,001</u>	<u>244,500</u>	<u>835,501</u>	<u>676,534</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>617,977</u>	<u>244,500</u>	<u>862,477</u>	<u>694,220</u>
NET ASSETS		<u>617,977</u>	<u>244,500</u>	<u>862,477</u>	<u>694,220</u>
FUNDS	16				
Unrestricted funds				617,977	573,220
Restricted funds				<u>244,500</u>	<u>121,000</u>
TOTAL FUNDS				<u>862,477</u>	<u>694,220</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 13 July 2023 and were signed on its behalf by:



N E Newbold - Trustee

The notes form part of these financial statements

SKY BLUES IN THE COMMUNITY

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	156,757	87,911
Net cash provided by operating activities		156,757	87,911
Cash flows from investing activities			
Purchase of tangible fixed assets		(21,418)	(2,461)
Interest received		741	264
Net cash used in investing activities		(20,677)	(2,197)
Change in cash and cash equivalents in the reporting period		136,080	85,714
Cash and cash equivalents at the beginning of the reporting period		796,134	710,420
Cash and cash equivalents at the end of the reporting period		932,214	796,134

The notes form part of these financial statements

SKY BLUES IN THE COMMUNITY

NOTES TO THE 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)	168,257	55,323	
Adjustments for:			
Depreciation charges	4,563	4,425	
Loss on disposal of fixed assets	7,565	-	
Interest received	(741)	(264)	
Decrease in stocks	4,965	9,236	
(Increase)/decrease in debtors	(40,946)	9,390	
Increase in creditors	13,094	9,801	
	<u>156,757</u>	<u>87,911</u>	
Net cash provided by operations	<u>156,757</u>	<u>87,911</u>	
2. ANALYSIS OF CHANGES IN NET FUNDS			
	At 1/1/22	Cash flow	At 31/12/22
	£	£	£
Net cash			
Cash at bank	796,134	136,080	932,214
	<u>796,134</u>	<u>136,080</u>	<u>932,214</u>
Total	<u>796,134</u>	<u>136,080</u>	<u>932,214</u>

The notes form part of these financial statements

SKY BLUES IN THE COMMUNITY

NOTES TO THE 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.

The financial statements are prepared in sterling, which is the functional currency of the entity. Figures are rounded to the nearest £.

Accounting judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

* Income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.

* Legacy income is recognised when receipt is probable and entitlement is established.

* Income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.

* Income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

* Expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.

* Expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.

* Other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

SKY BLUES IN THE COMMUNITY
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES - continued

Resources expended

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible fixed assets

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

Fixtures and fittings	- 10% on reducing balance
Computer equipment	- 25% reducing balance

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs and purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

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.

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

SKY BLUES IN THE COMMUNITY

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

1. ACCOUNTING POLICIES - continued

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

Going concern

There are no material uncertainties about the charity's ability to continue.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship (see hedge accounting policy).

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

SKY BLUES IN THE COMMUNITY

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	1,464,165	999,627

3. INVESTMENT INCOME

	2022	2021
	£	£
Deposit account interest	741	264

4. INCOME FROM CHARITABLE ACTIVITIES

	2022	2021
	£	£
Commission	2,245	-

5. EXPENDITURE ON CHARITABLE ACTIVITIES

	Direct Costs £	Support costs (see note 6) £	Totals £
Activities within the Community	1,174,555	-	1,174,555
Support costs on charitable activities	-	124,339	124,339
	1,174,555	124,339	1,298,894

6. SUPPORT COSTS

	Other £	Governance costs £	Totals £
Support costs on charitable activities	112,613	11,726	124,339

Support costs, included in the above, are as follows:

Other

	2022	2021
	Support costs on charitable activities £	Total activities £
Light and heat	3,518	3,518
Telephone	1,758	1,859
Rent and service charges	14,563	14,485
Repairs and maintenance	277	-
Advertising	2,872	1,916
Legal and professional fees	43,800	38,368
Carried forward	66,788	60,146

SKY BLUES IN THE COMMUNITY
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

6. SUPPORT COSTS - continued

Other - continued

	2022	2021
	Support costs on charitable activities	Total activities
	£	£
Brought forward	66,788	60,146
Other office expenses	33,698	66,302
Depreciation of tangible fixed assets	4,562	4,425
Loss on sale of tangible fixed assets	7,565	-
	<u>112,613</u>	<u>130,873</u>

Governance costs

	2022	2021
	Support costs on charitable activities	Total activities
	£	£
Accountancy fees	8,726	6,472
Audit fees	3,000	2,700
	<u>11,726</u>	<u>9,172</u>

7. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Depreciation - owned assets	4,564	4,425
Deficit on disposal of fixed assets	7,565	-
	<u>12,129</u>	<u>4,425</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

The remuneration for trustee and key personnel amounted to £72,511 (2021: £61,000)

Trustees' expenses

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

SKY BLUES IN THE COMMUNITY

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

9. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	713,151	493,520
Social security costs	44,661	37,296
Other pension costs	14,733	12,479
	<u>772,545</u>	<u>543,295</u>

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

	2022	2021
Salaried	25	29
Casual	34	23
	<u>59</u>	<u>52</u>

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

	2022	2021
£60,001 - £70,000	-	1
£70,001 - £80,000	1	-
	<u>1</u>	<u>1</u>

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	569,501	430,126	999,627
Investment income	264	-	264
Total	<u>569,765</u>	<u>430,126</u>	<u>999,891</u>
EXPENDITURE ON			
Charitable activities			
Activities within the Community	442,897	361,626	804,523
Support costs on charitable activities	140,045	-	140,045
Total	<u>582,942</u>	<u>361,626</u>	<u>944,568</u>
NET INCOME/(EXPENDITURE)	(13,177)	68,500	55,323
RECONCILIATION OF FUNDS			
Total funds brought forward	586,397	52,500	638,897

SKY BLUES IN THE COMMUNITY
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
TOTAL FUNDS CARRIED FORWARD	573,220	121,000	694,220

11. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2022	16,851	39,771	56,622
Additions	6,083	15,335	21,418
Disposals	(14,784)	(27,172)	(41,956)
At 31 December 2022	8,150	27,934	36,084
DEPRECIATION			
At 1 January 2022	12,427	26,509	38,936
Charge for year	515	4,049	4,564
Eliminated on disposal	(11,956)	(22,436)	(34,392)
At 31 December 2022	986	8,122	9,108
NET BOOK VALUE			
At 31 December 2022	7,164	19,812	26,976
At 31 December 2021	4,424	13,262	17,686

12. STOCKS

	2022 £	2021 £
Stocks	-	4,965

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	98,832	56,290
Other debtors	2,245	-
	101,077	56,290

SKY BLUES IN THE COMMUNITY

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

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	37,389	22,819
Wages creditor	(1,566)	(600)
Pension creditor	-	1,887
Other creditors	4,784	-
Accruals	70,652	54,117
Deferred Income	104,816	124,758
	<u>216,075</u>	<u>202,981</u>

15. OPERATING LEASE COMMITMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022	2021
	£	£
Within one year	12,127	11,997
Between one and five years	14,803	15,437
	<u>26,930</u>	<u>27,434</u>

During 2022 a new lease to underlet part of President Kennedy School has been entered into for a period of 25 years. There will be no rent payable but it has been agreed that they are to maintain the upkeep for the duration of the term, including covering all the costs.

16. MOVEMENT IN FUNDS

	At 1/1/22	Net movement	Transfers between funds	At 31/12/22
	£	in funds	£	£
Unrestricted funds				
General fund	573,220	44,757	-	617,977
Restricted funds				
Facilities fund	50,000	-	90,000	140,000
Sinking fund - PKS 3G	15,000	-	15,000	30,000
Sinking funds - PKS Pavilion	6,000	-	6,000	12,000
Sinking fund - Blue Coats	50,000	-	12,500	62,500
Other restricted funds	-	123,500	(123,500)	-
	<u>121,000</u>	<u>123,500</u>	<u>-</u>	<u>244,500</u>
TOTAL FUNDS	<u>694,220</u>	<u>168,257</u>	<u>-</u>	<u>862,477</u>

SKY BLUES IN THE COMMUNITY

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

16. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	573,849	(529,092)	44,757
Restricted funds			
Other restricted funds	893,302	(769,802)	123,500
TOTAL FUNDS	<u>1,467,151</u>	<u>(1,298,894)</u>	<u>168,257</u>

Comparatives for movement in funds

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	586,397	(13,177)	573,220
Restricted funds			
Facilities fund	-	50,000	50,000
Sinking fund - PKS 3G	15,000	-	15,000
Sinking funds - PKS Pavilion	-	6,000	6,000
Sinking fund - Blue Coats	37,500	12,500	50,000
	<u>52,500</u>	<u>68,500</u>	<u>121,000</u>
TOTAL FUNDS	<u>638,897</u>	<u>55,323</u>	<u>694,220</u>

SKY BLUES IN THE COMMUNITY

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

16. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	569,765	(582,942)	(13,177)
Restricted funds			
Facilities fund	-	50,000	50,000
Sinking funds - PKS Pavilion	-	6,000	6,000
Sinking fund - Blue Coats	-	12,500	12,500
Other restricted funds	430,126	(430,126)	-
	<u>430,126</u>	<u>(361,626)</u>	<u>68,500</u>
TOTAL FUNDS	<u>999,891</u>	<u>(944,568)</u>	<u>55,323</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/21 £	Net movement in funds £	Transfers between funds £	At 31/12/22 £
Unrestricted funds				
General fund	586,397	31,580	-	617,977
Restricted funds				
Facilities fund	-	50,000	90,000	140,000
Sinking fund - PKS 3G	15,000	-	15,000	30,000
Sinking funds - PKS Pavilion	-	6,000	6,000	12,000
Sinking fund - Blue Coats	37,500	12,500	12,500	62,500
Other restricted funds	-	123,500	(123,500)	-
	<u>52,500</u>	<u>192,000</u>	<u>-</u>	<u>244,500</u>
TOTAL FUNDS	<u>638,897</u>	<u>223,580</u>	<u>-</u>	<u>862,477</u>

SKY BLUES IN THE COMMUNITY
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

16. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,143,614	(1,112,034)	31,580
Restricted funds			
Facilities fund	-	50,000	50,000
Sinking funds - PKS Pavilion	-	6,000	6,000
Sinking fund - Blue Coats	-	12,500	12,500
Other restricted funds	1,323,428	(1,199,928)	123,500
	<u>1,323,428</u>	<u>(1,131,428)</u>	<u>192,000</u>
TOTAL FUNDS	<u><u>2,467,042</u></u>	<u><u>(2,243,462)</u></u>	<u><u>223,580</u></u>

17. EMPLOYEE BENEFIT OBLIGATIONS

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £14,733 (2021: £12,479).

18. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2022, (2021: £500)

19. LIMITED BY GUARANTEE

The charity is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

SKY BLUES IN THE COMMUNITY
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	1,464,165	999,627
Investment income		
Deposit account interest	741	264
Charitable activities		
Commission	2,245	-
Total incoming resources	<u>1,467,151</u>	<u>999,891</u>
EXPENDITURE		
Charitable activities		
Wages	713,151	493,520
Social security	44,661	37,296
Pensions	14,733	12,479
Motor vehicle expenses	30,583	20,522
Legal and professional fees	58,201	12,152
Other office costs	60,839	44,258
Hire of facilities	214,526	142,900
Equipment	21,293	37,656
Training	3,808	1,517
Match day tickets	12,760	1,973
Bad debt write off	-	250
	<u>1,174,555</u>	<u>804,523</u>
Support costs		
Other		
Light and heat	3,518	3,518
Telephone	1,758	1,859
Rent and service charges	14,563	14,485
Repairs and maintenance	277	-
Advertising	2,872	1,916
Legal and professional fees	43,800	38,368
Other office expenses	33,698	66,302
Fixtures and fittings	514	491
Computer equipment	4,048	3,934
Loss on sale of tangible fixed assets	7,565	-
	<u>112,613</u>	<u>130,873</u>

This page does not form part of the statutory financial statements

SKY BLUES IN THE COMMUNITY
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 £	2021 £
Other		
Governance costs		
Accountancy fees	8,726	6,472
Audit fees	3,000	2,700
	<u>11,726</u>	<u>9,172</u>
Total resources expended	<u>1,298,894</u>	<u>944,568</u>
Net income	<u><u>168,257</u></u>	<u><u>55,323</u></u>

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