

COMPANY REGISTRATION NUMBER: 06826731
CHARITY REGISTRATION NUMBER: 1128629

Fairplay
Company Limited by Guarantee
Financial Statements
31 March 2021

MCABA Limited t/a Mitchells
Chartered accountants & statutory auditor
91-97 Saltergate
Chesterfield
Derbyshire
S40 1LA

Fairplay
Company Limited by Guarantee
Financial Statements
Year ended 31 March 2021

	Page
Trustees' annual report (incorporating the director's report)	1
Independent auditor's report to the members	10
Statement of financial activities (including income and expenditure account)	14
Statement of financial position	15
Statement of cash flows	16
Notes to the financial statements	17
The following pages do not form part of the financial statements	
Detailed statement of financial activities	31

Fairplay
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report)
Year ended 31 March 2021

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2021.

Reference and administrative details

Registered charity name Fairplay

Charity registration number 1128629

Company registration number 06826731

Principal office and registered office Alexandra Road West
Chesterfield
Derbyshire
S40 1NP

The trustees Peter Barr
Aaron Pauk
Emma Ward
Mary Bond
Angela Crossley-Holland
Martin Goacher
Alison Gregory
Dawn Hawkins
Angela Shepherd
Jean Shepherd
Rachael South

Chief executive officer Heather Fawbert

Company secretary Angela Crossley-Holland

Auditor MCABA Limited t/a Mitchells
Chartered Accountants & Statutory Auditor
91-97 Saltergate
Chesterfield
Derbyshire
S40 1LA

Bankers Unity Trust Bank Plc
Nine Brindleyplace
Birmingham
B1 2HB

Fairplay

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2021

Structure, governance and management

a. Constitution

The organisation is a company limited by guarantee and was incorporated on 23 February 2009 and gained charitable status on 18 March 2009. The charity is governed by its Memorandum and Articles of Association. There have been no amendments since incorporation.

b. Methods of appointment or election of trustees

The trustees are voted onto the committee at each annual general meeting. Each year a third of the board of trustees must retire using a yearly rotation of the longest serving members. They may then be re-elected. The total number of places on the committee is 12. All Fairplay members are eligible to vote either as an individual or organisation. The trustees meet every 6-8 weeks and have overall responsibility for the organisation's systems, procedures and controls, financial or otherwise. At present there are 11 trustees and the charity is actively seeking to recruit a twelfth trustee to fill the existing vacancy.

c. Policies adopted for the induction and training of trustees

The directors seek to maintain a suitable balance of skills and interests among those serving on the board and may, recruit or co-opt new members if a retirement call or a skill shortfall requires action. Subject to the maximum number allowed, new directors receive an induction pack, and a face-to-face Induction meeting with the chief executive.

d. Organisational structure and decision making

1. The charity and its property shall be managed and administered by a committee comprising the officers and other members elected in accordance with the constitution. The officers and other members of the committee shall be trustees of the charity and in the constitution are together called "the trustees".

2. The trustees will consist of no more than twelve voting members in total.

3. The trustees shall meet at least every eight weeks.

4. The organisation is managed by the chief executive who has overall responsibility for the smooth running of Fairplay. A management report covering both strategic and operational issues is submitted to the trustees at the board meeting.

The chief executive takes responsibility for monitoring and evaluating contracts and projects as well as responsibility for risk assessments and health and safety.

Fairplay's finance officer takes overall responsibility for the day-to-day accounting and payroll for the organisation. The finance officer and treasurer prepare the annual budgets and financial reports for the trustee/board meetings and the annual general meeting.

Fairplay
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report) *(continued)*
Year ended 31 March 2021

Structure, governance and management *(continued)*

e. Staff team and volunteers

The chief executive and the co-ordinator team leader are both full-time. The finance officer and two of the coordinators work 30 hours. A finance assistant or HR officer works 24 hours. One individual of the administration team works 24 hours, and 4 individuals are full time. The majority of the organisation's staff are part-time and sessional workers working from 3 hours per week.

The working week is very flexible due to the organisation's activities with many staff working evenings and weekends.

The work of the coordinators is split into areas with a coordinator covering the districts of Chesterfield, Bolsover and North East Derbyshire and the High Peak and Derbyshire Dales.

The core staff team are based in the organisation's centre in Chesterfield.

Fairplay strives to provide good quality facilities and activities for families with the support of well-trained staff and volunteers. When a referral is made a home visit usually takes place by the coordinator for that geographical area. A membership form is filled in to determine the needs of the child and how best they can be supported. Sometimes families prefer to visit the centre to see the excellent facilities and meet with the coordinator there.

During 2020/21 Fairplay trained and supported 25 volunteers. Fairplay aims to make volunteering a positive and rewarding experience.

f. Pay policy for key management personnel

Fairplay uses grading tables with grades 0-7 for contracted staff. Management grades are 1-8. This grading system was used by the NHS who initially operated Fairplay's payroll with adjustments to the grading tables only when the board agree to a cost of living pay rise.

Fairplay

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2021

Objectives and activities

a. Policies and objectives

Objectives of the charity are: -

1. To provide the necessary facilities for the care, recreation and education of children and young people with special needs and their careers and siblings.
2. To develop mediation and advocacy services for such persons who are in need of them.
3. To promote for the benefit of the inhabitants of Chesterfield and the surrounding area, the provision of facilities for the education and recreation, or other leisure time occupation of individuals who have need of such facilities, by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances, or for the public at large in the interests of social welfare and with the object of improving the condition of life of the said inhabitants.

The activities and services that Fairplay provide in North Derbyshire are as follows:

1. Holiday play schemes for children aged 5-12 years in the North of Derbyshire
2. Groups for young people aged 12-25 years in Bolsover and Chesterfield
3. Holiday activity days for young people aged 13-25 years
4. Parent support groups/opportunities
5. Home based support service for children with life limiting conditions
6. Family trips and sports
7. U5's Group
8. Independent Living Group 16-25 years, consisting of Scart, Moving Forward & Enterprise
9. Short breaks at Fairview House
10. Independent Living Group plus
11. Spot Purchase 1-1 and 2-1
12. Fairview House - overnights, weekday and weekend
13. Overnight Support for children and young persons with complex needs
14. Derbyshire Information, Advice and Support Service Management Group
15. Employment support in the Fairplay Gift Emporium
16. Signing Choir
17. Siblings group
18. Flexi Play

In setting objectives and planning for activities, the trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

Fairplay

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2021

Achievements and performance

a. Review of activities

During the year Fairplay has worked with approximately 300 families who live in North Derbyshire. The membership consists of children and young people aged 0 to 25 years (dependent on circumstances). Fairplay also works with volunteers aged 14 plus who are recruited from local secondary schools and colleges. They are offered initial volunteer training, which is backed up with additional training when available. Each family pays a yearly membership of £15 to help cover the cost of newsletters and postage. Renewing the membership on a yearly basis allows the organisation to renew its data base and to stop mailing out to families who no longer require the service.

Fairplay is proud to work in partnership with many organisations. Currently the chief executive sits on the board of Derbyshire Voluntary Action. All of these positions enable Fairplay to be prominent in the thriving local voluntary sector and help to raise awareness of children and young people with disabilities. Fairplay is also represented on the Myplace national steering group ensuring that the issues facing young people with disabilities are at the forefront of Myplace centres. For many years Fairplay has worked closely with the local community through its work in schools and colleges and its links with the local voluntary sector.

Our services are usually split into age groups starting with family support and pre-school activities for the under 5's and play schemes for the 5-12-year-old. After the age of 12 there is a variety of projects for young people including youth clubs, girls' night, Youth Forum, Express Yourself and Be Healthy and Be Active projects. For young people aged 16-25 years there is the Independent Living Project that meets weekdays using the Fairplay centre as a base to go off and do many exciting activities. The Independent Living Group Plus offers support to young people with complex health care needs.

Fairplay brings lots of children and young people together and enables them to take part in a wide variety of activities alongside their friends and peers. A safe supportive environment is created where young people can try out many exciting activities designed to increase confidence and self-esteem.

Young People's Group

The Young People's Group is for young people aged 12-30 years (although new members aged 25 or over are not accepted, existing members can remain in the group until they reach the age of 30). The groups remain very popular with an ever-increasing membership. The activities that have been available to the young people are:

- Girls' night
- Inters club (aged 12-14 yrs.)
- Chesterfield Youth Club
- Be Healthy Saturday group
- Be Active Saturday group
- Saturday Social Club

Children's Schemes

All schemes for children aged 5-12 years, including holiday play schemes and Saturday club are well attended with an emphasis on getting active and trips out to a variety of places. Young people aged 12-18 years are invited to join the youth groups at the Fairplay Centre.

Fairview House

Fairview House gives young people the opportunity to spend time away from home for a 24 hour stay.

Fairplay

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2021

Home Based Support and Continuing Care

Fairplay, in conjunction with the Clinical Commissioning Groups and Chesterfield Royal Hospital NHS Foundation Trust, provides a Home-Based Support Service for children and young people with complex health needs. This support is offered to the family in the house or out in the community. Support is also offered for those children overnight at the fully equipped Fairplay Centre.

The Home-Based Support Service also provides its members with the opportunity to meet all together once a month at the Fairplay Centre. In all, 12 children and young people currently receive support from this service.

Fairplay has been able to offer the siblings of Home-Based Support children the opportunity to take part in trips out throughout the year. The group have enjoyed many trips and also took part in a residential to the seaside.

Parent Support Groups

Throughout 2020/21 Fairplay continued providing information and support to families on a wide variety of subjects that matter to them.

Fairplay Gift Emporium

The Fairplay Gift Emporium gives our members aged 16+ the opportunity to gain valuable work experience. However, opening was disrupted due to covid.

b. Impact of COVID-19

The immediate threat to Fairplay at the start of the pandemic was the impact the closure of services would have on our families and the loss of income. This would have a detrimental impact on staff salaries and towards the upkeep of the Fairplay centre.

Initially, some staff were laid off, particularly those who were within their probationary period and would potentially not have passed this. The government furlough scheme without doubt made a huge difference. Fairplay was given peace of mind that staff salaries could be paid, even at 80%, which would help with the retention of staff. Not all staff were furloughed. A core team was retained in order to keep contact with families running throughout the early weeks of the pandemic. Other essential jobs were completed such as payroll, updating policies and procedures and essential online training.

Fortunately, Fairplay was eligible for the council grant linked to business rates, which helped to sustain the weeks of closure of the Fairplay centre and the Gift Emporium. Other measures taken to boost income at this time included asking families to contribute a 'retainer' for their child's place. Fairplay was also successful in securing emergency funding from; The Community Foundation, The National Lottery, Active Partners Trust and Children in Need.

Our fundraising throughout the year has been greatly reduced. There have been very few fund-raising events as many had to be cancelled or moved online. Obviously, the economic impact has been great to those businesses that would normally choose to support Fairplay as their 'charity of the year'.

During the current financial year 21/22, Covid-19 has had much less impact on Fairplay services both in terms of finance and the services we provide. The introduction of the vaccine in January 2021 for staff and our members has allowed us to continue providing services to the majority of our members. Children with more complex medical needs that are unvaccinated are receiving support, however, only in very small 'bubbles' with allocated staff. The majority of services to young people have resumed to pre Covid levels, even those that were initially classed as 'non-essential' during the first lockdown. Fairplay staff still remain vigilant and we still implement our strict testing policy.

The main financial impact has been the reduction of fundraising activities held by Fairplay or the local business community. This has been very difficult as many of those businesses have been struggling through the pandemic themselves. However, there is light at the end of the tunnel and we remain hopeful

Fairplay
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report) *(continued)*
Year ended 31 March 2021

that next year, Fairplay's 30th year, we will be able to hold several events to mark our success as an organisation over the last thirty years. The intention is to try to engage the local business community to join our 'Big Thirty' celebrations and help up to raise £30,000. This will hopefully start in January 2022.

Financial review

a. Results for the year

The total income for the year ended 31 March 2021 was £881,464 (2020: £1,309,520) and total expenditure was £883,328 (2020: £1,245,581), resulting in a deficit of £1,864 (2020: £63,939 surplus).

The total of unrestricted reserves as at 31 March 2021 is £2,111,653 (2020: £2,132,587) and the total of restricted reserves is £23,870 (2020: £4,800).

Free reserves as at 31 March 2021 were £635,359 (2020: £635,252).

b. Principal funding

Funding secured for the period ending 31 March 2021:

- NHS North Derbyshire CCG - primarily Young People's Group and Home-Based Support funding; CBC - Covid Grants;
- DCC - Covid Grants;
- Children in Need;
- Fee income.

c. Reserves policy

The trustees' policy is to hold reserves equal to six months running costs plus redundancy costs which at 31 March 2021 amounted to £738,773 (2020: £710,669). In the current funding environment, the trustees consider it prudent to hold reserves at this level to enable Fairplay to continue to offer its services for at least six months following loss of funding or disaster. At 31 March 2021 free reserves are below this level at £635,359 therefore the trustees will seek to build up reserves in future periods.

d. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

e. Principal risks and uncertainties

The trustees have conducted a review of the major risks to which the charity is exposed. A risk register has been established which is regularly updated. Appropriate systems or procedures have been established to mitigate the risks the charity faces.

Fairplay is inspected by Derbyshire County Council and the Care Quality Commission which ensures our services are well maintained and meet required standards. Our rating during this accounting period was 'good'.

Independent advice has been outsourced for some of the charity's services including HR advice and pension advice to minimise the risk of claims against the organisation.

An independent "Best Value" review has been undertaken to safeguard funds. Insurance cover is reviewed on a yearly basis and cover extended where needed.

Fairplay
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report) *(continued)*
Year ended 31 March 2021

Plans for future periods

Fairplay is to continue to offer all its current services.

Other future developments include:

Development of services for young people aged 16 - 25 through the Independent Living Group (ILG)

Expand the training opportunities for office staff

Create new resources for use in training and for parents and volunteers Development of new income streams

Increase the services of the Independent Living Group Plus

Strengthen links with national organisations i.e. UK Youth

Strengthen links with local businesses

Information on fundraising practices

Fairplay have a fundraising sub-committee who meet on a bi-monthly basis to decide on future fundraising events and review events that have taken place.

Fairplay has a current fundraising policy and a copy is available from the office. Fairplay do not engage in door-to-door fundraising. Members of the public are not approached but are invited to donate via signage for each event. There have been no complaints received regarding Fairplay's fundraising activities or practices during the year. Fundraisers external to Fairplay receive an acknowledgement and receipt for money raised.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 charity will continue in business.

Fairplay

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2021

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 20 December 2021 and signed on behalf of the board of trustees by:

Peter Barr
Trustee

Aaron Pauk
Trustee

Fairplay
Company Limited by Guarantee
Independent Auditor's Report to the Members of Fairplay
Year ended 31 March 2021

Opinion

We have audited the financial statements of Fairplay (the 'charity') for the year ended 31 March 2021 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 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;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Fairplay

Company Limited by Guarantee

Independent Auditor's Report to the Members of Fairplay *(continued)*

Year ended 31 March 2021

Other Information

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

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

We have nothing to report in this regard.

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 trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of 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.

Fairplay

Company Limited by Guarantee

Independent Auditor's Report to the Members of Fairplay (continued)

Year ended 31 March 2021

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Auditor's responsibilities for detecting irregularities, including fraud

The objectives of our audit are: to identify and assess the risks of material misstatement of the financial statements due to fraud or error; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud or error; and to respond appropriately to those risks. Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK).

In identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We obtained an understanding of the legal and regulatory frameworks applicable to the company and the sector in which they operate. We determined that the following laws and regulations were most significant; the Charities SORP (FRS 102) issued in October 2019, the Companies Act 2006, the Charities Act 2011, UK corporate taxation law, employment law and health and safety legislation.
- We obtained an understanding of how the company is complying with those legal and regulatory frameworks by making inquiries to relevant members of the management team. We corroborated our inquiries through our review and inquiry into legal fees incurred in the year.

Fairplay
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)
Year ended 31 March 2021

		Unrestricted funds £	2021 Restricted funds £	Total funds £	2020 Total funds £
	Note				
Income and endowments					
Donations and legacies	5	136,471	106,475	242,946	186,904
Charitable activities	6	603,669	–	603,669	1,054,547
Other trading activities	7	34,849	–	34,849	68,069
Total income		<u>774,989</u>	<u>106,475</u>	<u>881,464</u>	<u>1,309,520</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	8	461	–	461	2,924
Expenditure on charitable activities	9,10	795,203	87,664	882,867	1,242,657
Total expenditure		<u>795,664</u>	<u>87,664</u>	<u>883,328</u>	<u>1,245,581</u>
Net income		<u>(20,675)</u>	<u>18,811</u>	<u>(1,864)</u>	<u>63,939</u>
Transfers between funds		(259)	259	–	–
Net movement in funds		<u>(20,934)</u>	<u>19,070</u>	<u>(1,864)</u>	<u>63,939</u>
Reconciliation of funds					
Total funds brought forward		2,132,587	4,800	2,137,387	2,073,448
Total funds carried forward		<u>2,111,653</u>	<u>23,870</u>	<u>2,135,523</u>	<u>2,137,387</u>

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

All income and expenditure derive from continuing activities.

The notes on pages 17 to 29 form part of these financial statements.

Fairplay

Company Limited by Guarantee

Independent Auditor's Report to the Members of Fairplay *(continued)*

Year ended 31 March 2021

- We assessed the susceptibility of the company's financial statements to material misstatement, including how fraud might occur. Audit procedures performed by the engagement team included:
 - Identifying the controls management has in place to prevent and detect fraud and assessing the operation of these controls
 - Understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process
 - Identifying and testing journal entries, in particular any journal entries that were large or unusual in nature
 - Assessing the extent of compliance with the relevant laws and regulations governing the company and the sector it operates within. This included a review of any potential breaches during and since the year end; and
 - Challenging assumptions and judgements made by management in its significant accounting estimates.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements the less likely we would become aware of it. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error as fraud may involve deliberate concealment by, for example, forgery, intentional misrepresentations or collusion.

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 auditor's report.

Use of our report

This report is made solely to the charity'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 charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Andrew McDaid (Senior Statutory Auditor)

For and on behalf of
MCABA Limited t/a Mitchells
Chartered accountants & statutory auditor
91-97 Saltergate
Chesterfield
Derbyshire
S40 1LA

Date: 21 December 2021

Fairplay
Company Limited by Guarantee
Statement of Financial Position
31 March 2021

	Note	2021 £	£	2020 £
Fixed assets				
Tangible fixed assets	16		1,476,294	1,497,135
Current assets				
Stocks	17	1,677		1,235
Debtors	18	81,839		160,074
Cash at bank and in hand		616,044		511,772
		699,560		673,081
Creditors: amounts falling due within one year	19	40,331		32,829
Net current assets			659,229	640,252
Total assets less current liabilities			2,135,523	2,137,387
Net assets			2,135,523	2,137,387
Funds of the charity				
Restricted funds	23		23,870	4,800
Unrestricted funds	23		2,111,653	2,132,587
Total charity funds			2,135,523	2,137,387

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 20 December 2021 and are signed on behalf of the board by:

Peter Barr
Trustee

Aaron Pauk
Trustee

The notes on pages 17 to 29 form part of these financial statements.

Fairplay
Company Limited by Guarantee
Statement of Cash Flows
Year ended 31 March 2021

	2021	2020
	£	£
Cash flows from operating activities		
Net (expenditure)/income	(1,864)	63,939
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	30,174	30,727
<i>Changes in:</i>		
Stocks	(442)	(148)
Trade and other debtors	78,235	(23,013)
Trade and other creditors	7,502	(7,865)
Cash generated from operations	<u>113,605</u>	<u>63,640</u>
Net cash from operating activities	<u>113,605</u>	<u>63,640</u>
Cash flows from investing activities		
Purchase of tangible assets	(9,333)	(25,351)
Net cash used in investing activities	<u>(9,333)</u>	<u>(25,351)</u>
Net increase in cash and cash equivalents	104,272	38,289
Cash and cash equivalents at beginning of year	<u>511,772</u>	<u>473,483</u>
Cash and cash equivalents at end of year (Note 26)	<u>616,044</u>	<u>511,772</u>

The notes on pages 17 to 29 form part of these financial statements.

Fairplay
Company Limited by Guarantee
Notes to the Financial Statements
Year ended 31 March 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Alexandra Road West, Chesterfield, Derbyshire, S40 1NP.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared and presented in sterling, which is the functional currency of the charity.

The charity meets the definition of a public benefit company under FRS 102.

Going concern

The trustees have considered the ongoing impact of the COVID-19 pandemic on the charity's income and operating cost base as the charity's charitable activities continue to move towards full capacity. They have prepared forecasts of income and expenditure for the period to 31 March 2023 which show that they have sufficient reserves and liquidity to be able to continue in operation for the foreseeable future. Accordingly the trustees continue to adopt the going concern basis of accounting in the preparation of these financial statements.

Judgements and key sources of estimation uncertainty

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. There are no estimated and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Fairplay

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are those funds which are available for use at the discretion of the trustees to further any of the charity's purposes and have not been designated for other purposes.

Restricted funds are funds which have been subjected to restrictions on their expenditure as imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such restricted funds are charged against the specific fund.

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 is recognised when the donation is received.
- Grant income is recognised when the charity becomes unconditionally entitled to that income. Where entitlement to grant income is subject to performance-related or other conditions, income is recognised in the Statement of Financial Activities in line with the achievement of performance and satisfaction of those conditions.
- Fee income in respect of services provided to service users are recognised in line with the delivery of the underlying services.
- income from donated facilities and services are recognised in the accounts when received at a value which is the amount that the charity would have been willing to pay to obtain the service or facility of equivalent economic benefit on the open market; a corresponding amount is then recognised as expenditure in the period of receipt.
- Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to projects. Gifts donated for resale are included as income when they are sold.

Fairplay

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

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.

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.

Operating leases

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight-line basis over the term of the underlying lease.

Tangible assets

Tangible fixed assets are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recorded at cost, which includes all costs incurred to bring the asset into its intended working condition or location, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold property	-	Over the term of the underlying lease
Fixtures and fittings	-	33% straight line
Motor vehicles	-	20% straight line
Office equipment	-	33% straight line

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.

Fairplay

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and other costs incurred in bringing the stock into its present location and condition.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

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 as such in the statement of financial activities.

Defined contribution plans

The charity operates a defined contribution pension scheme and the pension charge in the financial statements represents the amounts payable by the charity in respect of the financial period.

4. 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 £1 per member of the charity.

Fairplay

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Donations	11,770	—	11,770
Grants			
NHS North Derbyshire CCG	10,809	64,766	75,575
Derbyshire County Council	(1,433)	—	(1,433)
Children in Need	—	7,146	7,146
Derbyshire Business College	1,000	—	1,000
Active Partners Trust	—	2,563	2,563
Chesterfield Borough Council	44,670	—	44,670
Foundation Derbyshire	—	22,000	22,000
National Lottery Community Fund	—	10,000	10,000
Other donations and legacies			
Coronavirus Job Retention Scheme	69,655	—	69,655
	<u>136,471</u>	<u>106,475</u>	<u>242,946</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations			
Donations	43,411	10,003	53,414
Grants			
NHS North Derbyshire CCG	10,809	89,105	99,914
Derbyshire County Council	2,800	—	2,800
Children in Need	—	9,468	9,468
Lloyds Foundation	—	7,308	7,308
Derbyshire Voluntary Action	2,000	2,500	4,500
Derbyshire Business College	500	—	500
Amazon	3,000	—	3,000
National Grid	6,000	—	6,000
	<u>68,520</u>	<u>118,384</u>	<u>186,904</u>

6. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Fees	<u>603,669</u>	<u>—</u>	<u>603,669</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Fees	<u>1,034,896</u>	<u>19,651</u>	<u>1,054,547</u>

Fairplay

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

7. Other trading activities

	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Centre Hire	23,859	23,859	51,993	51,993
Fundraising	4,897	4,897	9,581	9,581
Shop sales	1,915	1,915	3,157	3,157
Sundry income	4,178	4,178	3,338	3,338
	<u>34,849</u>	<u>34,849</u>	<u>68,069</u>	<u>68,069</u>

8. Costs of raising donations and legacies

	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Fundraising costs	<u>461</u>	<u>461</u>	<u>2,924</u>	<u>2,924</u>

9. Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Care, recreation and education services	670,536	78,012	748,548
Support costs	<u>124,667</u>	<u>9,652</u>	<u>134,319</u>
	<u>795,203</u>	<u>87,664</u>	<u>882,867</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Care, recreation and education services	934,395	137,112	1,071,507
Support costs	<u>146,801</u>	<u>24,349</u>	<u>171,150</u>
	<u>1,081,196</u>	<u>161,461</u>	<u>1,242,657</u>

Fairplay
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 March 2021

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2021 £	Total fund 2020 £
Care, recreation and education services	748,548	118,476	867,024	1,223,357
Governance costs	—	15,843	15,843	19,300
	<u>748,548</u>	<u>134,319</u>	<u>882,867</u>	<u>1,242,657</u>

11. Analysis of support costs

	Care, recreation & education services £	Total 2021 £	Total 2020 £
Premises	91,077	91,077	124,188
Communications and IT	9,230	9,230	8,718
General office	18,169	18,169	18,944
Governance costs	15,843	15,843	19,300
	<u>134,319</u>	<u>134,319</u>	<u>171,150</u>

12. Net income

Net income is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	<u>30,174</u>	<u>30,727</u>

13. Auditors' remuneration

	2021 £	2020 £
Fees payable for the audit of the financial statements	<u>4,800</u>	<u>3,726</u>
Fees payable for non-audit services	<u>1,800</u>	<u>—</u>

14. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021 £	2020 £
Wages and salaries	585,552	818,484
Social security costs	30,214	48,148
Employer contributions to pension plans	<u>35,301</u>	<u>44,022</u>
	<u>651,067</u>	<u>910,654</u>

The average head count of employees during the year was 47 (2020: 67).

No employee received employee benefits of more than £60,000 during the year (2020: None).

Fairplay

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

14. Staff costs *(continued)*

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £91,358 (2020: £97,370).

15. Trustee remuneration and expenses

No trustees received any remuneration or other benefits during the year ended 31 March 2021 (2020: None).

No trustees were reimbursed for expenses incurred in the course of their duties in the year ended 31 March 2021 (2020: None).

16. Tangible fixed assets

	Leasehold property £	Fixtures and fittings £	Motor vehicles £	Equipment £	Total £
Cost					
At 1 April 2020	1,651,776	21,920	37,400	116,363	1,827,459
Additions	—	—	—	9,333	9,333
At 31 March 2021	1,651,776	21,920	37,400	125,696	1,836,792
Depreciation					
At 1 April 2020	179,977	17,519	33,350	99,478	330,324
Charge for the year	16,685	2,041	900	10,548	30,174
At 31 March 2021	196,662	19,560	34,250	110,026	360,498
Carrying amount					
At 31 March 2021	1,455,114	2,360	3,150	15,670	1,476,294
At 31 March 2020	1,471,799	4,401	4,050	16,885	1,497,135

17. Stocks

	2021 £	2020 £
Finished goods and goods for resale	1,677	1,235

Fairplay
Company Limited by Guarantee
Notes to the Financial Statements (continued)
Year ended 31 March 2021

18. Debtors

	2021	2020
	£	£
Trade debtors	68,376	85,557
Prepayments and accrued income	2,502	–
Other debtors	10,961	74,517
	<u>81,839</u>	<u>160,074</u>

19. Creditors: amounts falling due within one year

	2021	2020
	£	£
Accruals and deferred income	35,509	32,829
Other creditors	4,822	–
	<u>40,331</u>	<u>32,829</u>

20. Deferred income

	2021	2020
	£	£
At 1 April 2020	15,979	7,308
Amount released to income	(15,979)	(7,308)
Amount deferred in year	–	15,979
At 31 March 2021	<u>–</u>	<u>15,979</u>

21. Pensions and other post-retirement benefits**Defined contribution plans**

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £35,301 (2020: £44,022).

22. Government grants

The amounts recognised in the financial statements in respect of government grants receivable are as follows:

	2021	2020
	£	£
Recognised in income from donations and legacies:		
Coronavirus Job Retention Scheme grant	<u>69,655</u>	<u>–</u>

Fairplay

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2021

23. Analysis of charitable funds

Unrestricted funds

	At 1 April 2020	Income	Expenditure	Transfers	At 31 March 2021
	£	£	£	£	£
General funds	<u>2,132,587</u>	<u>774,989</u>	<u>(795,664)</u>	<u>(259)</u>	<u>2,111,653</u>

	At 1 April 2019	Income	Expenditure	Transfers	At 31 March 2020
	£	£	£	£	£
General funds	<u>2,051,654</u>	<u>1,171,485</u>	<u>(1,084,120)</u>	<u>(6,432)</u>	<u>2,132,587</u>

Restricted funds

	At 1 April 2020	Income	Expenditure	Transfers	At 31 March 2021
	£	£	£	£	£
High Peak	520	12,743	(10,824)	—	2,439
Young Persons Group	558	16,986	(6,989)	—	10,555
Children in Need 18/19	3,722	4,646	(2,559)	—	5,809
Home Based Support	—	35,037	(35,296)	259	—
Active Partners Trust	—	2,563	(2,563)	—	—
Children in Need	—	—	—	—	—
Booster Grant	—	2,500	(2,500)	—	—
Foundation Derbyshire (Fairview House)	—	22,000	(22,000)	—	—
National Lottery	—	—	—	—	—
Community Fund	—	10,000	(4,933)	—	5,067
	<u>4,800</u>	<u>106,475</u>	<u>(87,664)</u>	<u>259</u>	<u>23,870</u>

	At 1 April 2019	Income	Expenditure	Transfers	At 31 March 2020
	£	£	£	£	£
Children's Services	800	32,154	(36,110)	3,156	—
Action Grants	8,108	—	(8,433)	325	—
Derbyshire Voluntary Action	2,000	—	(2,049)	49	—
Lloyds Bank Foundation	—	7,307	(10,209)	2,902	—
Darley Dale	108	—	(108)	—	—
High Peak	1,928	12,743	(14,151)	—	520
Young Persons Group	452	16,986	(16,880)	—	558
Children in Need 18/19	5,153	9,468	(10,899)	—	3,722
NE Derbyshire Play Scheme	1,567	—	(1,567)	—	—
Charity Shop	1,678	—	(1,678)	—	—
Home Based Support	—	59,377	(59,377)	—	—
	<u>21,794</u>	<u>138,035</u>	<u>(161,461)</u>	<u>6,432</u>	<u>4,800</u>

Fairplay
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 March 2021

24. Charitable funds

Purposes of restricted funds

The main restricted funds and their purposes are as follows:

High Peak: To provide holiday play schemes in High Peak.

Young Persons Group: To provide a Chesterfield Youth Club and holiday activity days.

Children In Need 18/19: To provide a youth club and girls night.

Home Based Support: To provide the Home Based Support Group the opportunity to take part in activity days throughout the year.

Active Partners Trust - Funding for the purchase of equipment for the promotion of physical activity by users.

Children in Need Booster Grant - To facilitate the safe reopening of the charity's services following the initial lockdown due to the pandemic.

Foundation Derbyshire (Fairview House) - To allow the safe reopening of overnight respite spaces.

National Lottery Community Fund - To provide funding for the post of Children's Flexi Worker.

Children's Services: To provide children's play schemes in school holidays and Saturdays.

Action Grants: The Special Olympics Motor Activity Training Program (MATP). A weekly group for young people aged 11 - 25yrs with severe and multiple disabilities.

Derbyshire Voluntary Action: Goes towards the cost of running the Bolsover Youth Group once a month for one year.

Lloyds Bank Foundation: Provides funding for the post of Moving Forward Co-ordinator

Darley Dale: To provide holiday play schemes in Darley Dale.

North East Derbyshire Play Scheme: To provide play schemes in Eckington and North Wingfield.

Charity Shop: Funding for rent of a shop to provide employment to the users of the charity in order for them gain employability skills.

Transfers between funds

Restricted funds in deficit are covered by transfers from unrestricted funds to make up any shortfall in funding. Where any restricted funds are in surplus, any such surplus is either carried forward or transferred to unrestricted funds in accordance with the underlying grant agreement or any instructions from the grant funder.

Fairplay

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

25. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	1,476,294	–	1,476,294
Current assets	670,271	29,289	699,560
Creditors less than 1 year	(34,912)	(5,419)	(40,331)
Net assets	2,111,653	23,870	2,135,523

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Tangible fixed assets	1,497,135	–	1,497,135
Current assets	667,201	5,880	673,081
Creditors less than 1 year	(31,749)	(1,080)	(32,829)
Net assets	2,132,587	4,800	2,137,387

26. Analysis of changes in net debt

	At 1 Apr 2020 £	Cash flows £	At 31 Mar 2021 £
Cash at bank and in hand	511,772	104,272	616,044

27. Operating lease commitments

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

	2021 £	2020 £
Not later than 1 year	15,966	25,816
Later than 1 year and not later than 5 years	9,388	15,855
Later than 5 years	41,500	42,500
	66,854	84,171

Fairplay
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 March 2021

28. Related parties

The following payments were made to members of trustees' or the senior management team's close family members:

Lauren Gaynor - £736 (2020: £10,639) salary as assistant youth worker;

Elaine Pauk - £14,195 (2020: £18,714) salary as children's co-ordinator

Dion Shore - £2,163 (2020: £nil) salary as assistant team member

Nikki Hewer - £nil (2020: £1,685) salary as assistant youth worker.

No trustee or other person related to committee members had any personal interest in any contract or transaction entered into by the charity during the current or comparative year. Children of committee members use the centre on the same terms and conditions as other users.

During the year services were provided to the charity to the value of £5,052 (2020: £ nil) by the partner of the Chief Executive. No amounts were owed by the charity in this regard at either the current or comparative year-end date.

Fairplay
Company Limited by Guarantee
Management Information
Year ended 31 March 2021

The following pages do not form part of the financial statements.

Fairplay
Company Limited by Guarantee
Detailed Statement of Financial Activities
Year ended 31 March 2021

	2021	2020
	£	£
Income and endowments		
Donations and legacies		
Donations	11,770	53,414
NHS North Derbyshire CCG	75,575	99,914
Derbyshire County Council	(1,433)	2,800
Children in Need	7,146	9,468
Lloyds Foundation	—	7,308
Derbyshire Voluntary Action	—	4,500
Derbyshire Business College	1,000	500
Amazon	—	3,000
National Grid	—	6,000
Active Partners Trust	2,563	—
Chesterfield Borough Council	44,670	—
Foundation Derbyshire	22,000	—
National Lottery Community Fund	10,000	—
Coronavirus Job Retention Scheme	69,655	—
	<u>242,946</u>	<u>186,904</u>
Charitable activities		
Fees	<u>603,669</u>	<u>1,054,547</u>
Other trading activities		
Centre Hire	23,859	51,993
Fundraising	4,897	9,581
Shop sales	1,915	3,157
Sundry income	4,178	3,338
	<u>34,849</u>	<u>68,069</u>
Total income	<u><u>881,464</u></u>	<u><u>1,309,520</u></u>

Fairplay
Company Limited by Guarantee
Detailed Statement of Financial Activities (continued)
Year ended 31 March 2021

	2021 £	2020 £
Expenditure		
Costs of raising donations and legacies		
Fundraising costs	461	2,924
Expenditure on charitable activities		
Care, recreation and education services		
Activities undertaken directly		
Materials	15,494	17,997
Wages and salaries	585,552	818,484
Employer's NIC	30,214	48,148
Pension costs	35,301	44,022
Equipment, repairs and renewals	7,974	9,488
Staff training	15,047	12,719
Minibus expenditure	7,900	5,818
Staff travel	1,203	4,975
Depreciation	30,174	30,727
Shop purchases	758	1,902
Refreshments	6,244	22,470
Publications and subscriptions	8,206	12,028
Volunteer expenses	48	384
Activities, events and trips	3,133	40,764
DBS checks	1,300	1,581
	<u>748,548</u>	<u>1,071,507</u>
Support costs		
Rent and room hire	58,638	87,880
Rates	89	4,206
Utilities	12,157	14,029
Insurance	13,597	12,696
Telephone and postage	9,000	9,215
Computer software and maintenance	9,230	8,718
Photocopier, printing and stationery	4,572	6,248
Premises and garden maintenance	11,193	8,858
	<u>118,476</u>	<u>151,850</u>
Governance costs		
Audit fees	4,800	3,726
Legal and professional fees	6,718	10,092
Bank charges	4,325	5,482
	<u>15,843</u>	<u>19,300</u>
Expenditure on charitable activities	<u>882,867</u>	<u>1,242,657</u>
Total expenditure	<u>883,328</u>	<u>1,245,581</u>
Net income	<u>(1,864)</u>	<u>63,939</u>



THE AUDIT FINDINGS FOR FAIRPLAY

YEAR ENDED
31 MARCH 2021

20 DECEMBER 2021

Andrew McDaid – Engagement Partner
T: +44 (0)1246 580722
E: Andrewmcdaid@mitchellsaccountants.co.uk

David Mizler – Engagement Manager
T: +44 (0)1246 580722
E: Davidmizler@mitchellsaccountants.co.uk

MCABA Limited t/a Mitchells
Chartered Accountants & Business Advisers
91-97 Saltargate
Chesterfield
S40 1LA



Fairplay
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 March 2021

28. Related parties

The following payments were made to members of trustees' or the senior management team's close family members:

Lauren Gaynor - £736 (2020: £10,639) salary as assistant youth worker;

Elaine Pauk - £14,195 (2020: £18,714) salary as children's co-ordinator

Dion Shore - £2,163 (2020: £nil) salary as assistant team member

Nikki Hewer - £nil (2020: £1,685) salary as assistant youth worker.

No trustee or other person related to committee members had any personal interest in any contract or transaction entered into by the charity during the current or comparative year. Children of committee members use the centre on the same terms and conditions as other users.

During the year services were provided to the charity to the value of £5,052 (2020: £ nil) by the partner of the Chief Executive. No amounts were owed by the charity in this regard at either the current or comparative year-end date.



Chartered Accountants Business & Tax Advisers Registered Auditors

THE AUDIT FINDINGS FOR FAIRPLAY



YEAR ENDED
31 MARCH 2021

20 DECEMBER 2021

Andrew McDaid – Engagement Partner
T: +44 (0)1246 580722
E: Andrewmcdaid@mitchellsaccountants.co.uk

David Mizler – Engagement Manager
T: +44 (0)1246 580722
E: Davidmizler@mitchellsaccountants.co.uk

MCABA Limited t/a Mitchells
Chartered Accountants & Business Advisers
91-97 Sattergate
Chesterfield
S40 1LA





Chartered Accountants Business & Tax Advisers Registered Auditors

Private and Confidential

The Board of Trustees

Fairplay
Alexandra Road West
Chesterfield
Derbyshire
S40 1NP

20 December 2021

Dear Sirs

Audit Findings for Fairplay for the year ended 31 March 2021

This Audit Findings report highlights the significant findings arising from the audit for the benefit of those charged with governance, as required by International Standard on Auditing (UK & Ireland) 260. Its contents will be discussed with the Board.

As Auditors we are responsible for performing the audit, in accordance with International Standards on Auditing (UK & Ireland), which is directed towards forming and expressing an opinion on the financial statements that have been prepared by management with the oversight of those charged with governance. The audit of the financial statements does not relieve management or those charged with governance of their responsibilities for the preparation of the financial statements.

Yours faithfully

DocuSigned by:
Mitchells
B9B4237655F1434...

Andrew McDaid

Engagement Partner

for and on behalf of Mitchells Chartered Accountants & Business Advisers

**Mitchells Chartered Accountants
& Business Advisers**
91-97 Saltergate, Chesterfield
Derbyshire, S40 1LA
T +44 (0)1246 274 121
F +44 (0)1246 221 337
E consult@mitchellsaccountants.co.uk

CONTENTS

Section	Page
1. Executive summary	1
2. Significant findings	2
3. Other audit findings	3
4. Other communication requirements	5
5. Design effectiveness of internal controls	6
6. Surplus reconciliation	9
7. Summary of misstatements	10
8. Audit fees, non-audit services and independence	11
9. Key audit developments	12

The contents of this report relate only to those matters which came to our attention during the conduct of our normal audit procedures which are designed primarily for the purpose of expressing our opinion on the financial statements. Our audit is not designed to test all internal controls or identify all areas of control weakness. However, where, as part of our testing, we identify any control weaknesses, we will report these to you. In consequence, our work cannot be relied upon to disclose defalcations or other irregularities, or to include all possible improvements in internal control that a more extensive special examination might identify. We do not accept any responsibility for any loss occasioned to any third party acting, or refraining from acting on the basis of the content of this report, as this was not prepared for, nor intended for, any other purpose.

SECTION I

Executive Summary

1.1 Introduction

In the conduct of our audit we have not had to alter or change our audit plan which we communicated to you in the remote meeting prior to the commencement of the audit.

1.2 Status of the audit

Our audit is complete and we do not expect to make any modifications to our audit report. However, our responsibilities with regard to the audit report extend up to the date on which it is signed and we will advise you of any changes to this position if necessary.

1.3 Audit opinion

We intend to issue an unqualified audit opinion on the financial statements.

1.4 Audit adjustments

Any audit adjustments made to the financial statements are shown on page 9 in the surplus reconciliation. We have included the schedule of unadjusted misstatements which we have found during our audit in section 7 on page 10. These have not been adjusted for on the grounds that they are immaterial to the financial statements.

1.5 Audit risks

Significant risks

- Revenue (income) recognition
- Risk of management override of controls and fraud

Other risks

- Use of accounting estimates
- Internal control environment
- Factors affecting risk of material misstatement due to fraud
- Compliance with legal and regulatory frameworks

1.6 Significant difficulties, if any, encountered during the audit

We encountered no significant difficulties and would like to take this opportunity of thanking your staff for the assistance offered to us during the course of our work. Their patient help and assistance was much appreciated.

SECTION 2

Significant findings

Significant risks identified during planning

'Significant risks' often relate to significant non-routine transactions and judgemental matters. Non-routine transactions are transactions that are unusual, either due to size or nature, and that therefore occur infrequently. Judgemental matters may include the development of accounting estimates for which there is significant measurement uncertainty (ISA 315, identifying and assessing the risks of material misstatement through understanding the entity and its environments). The table below sets out our findings in respect of the significant risk which were communicated to you in our Audit Plan.

Risks identified in our audit plan		Commentary
1.	Revenue (income) recognition Under ISA 240 there is a presumed risk that revenue may be misstated due to improper recognition of revenue. This risk is that income could be recognised in the wrong period, or could be incorrectly classified as restricted or unrestricted.	<ul style="list-style-type: none">• We reviewed the revenue recognition policies for appropriateness and consistency with UK GAAP and the Charities SORP (FRS 102)• We reviewed the reported income and performed appropriate analytical procedures.• Systems walkthrough testing was performed on income sources• Testing was performed on a sample of income transactions throughout the year• We reconciled income due per the grant funding agreements to income per the accounts.• We reviewed grant funding agreements to ensure that income had been correctly classified as restricted or unrestricted and correctly recognised in accordance with the regulations contained within FRS 102 and the Charities SORP (FRS 102). Conclusion Adjustments to the financial statements in respect of year-end cut-off for fee income were noted as required as a result of our audit testing of income recognition. The classification of grant funding income between restricted and unrestricted funding was discussed and agreed.
2.	Management override Under ISA 240 there is a presumed risk that the risk of management override of controls is present in all entities.	<ul style="list-style-type: none">• We reviewed accounting estimates, judgements and decisions made by management for reasonableness and agreed to corroborative supporting evidence where possible.• We tested large and unusual journal entries to assess their validity.• We reviewed ledgers for unusual or significant transactions. Conclusion Our detailed testing on journal entries during the year did not highlight any unexplained unusual results and therefore we have concluded that no issues have arisen that would suggest any management override of controls.

SECTION 3

Other audit findings

Possible risks identified during planning

In addition to the significant risks identified, we are required by the Auditing Standards to identify other areas where there is a risk of material misstatement. Specifically we are required to "evaluate the design and determine the implementation of the entity's controls, including relevant control activities, over those risks for which, in the auditor's judgement, it is not possible or practicable to reduce the risks of material misstatement at the assertion level to an acceptably low level with audit evidence obtained only from substantive procedures" (ISA 315). The table below sets out our findings in respect of the other risks in relation to Derbyshire Districts Citizens Advice Bureau which we communicated to you in our Audit Plan.

Risks identified in our audit plan		Commentary
1.	Use of accounting estimates The risk of material errors in the accounting estimates such as: depreciation method or asset useful life, allocation of expenditure between funds and different categories in the SOFA.	<ul style="list-style-type: none">• We thoroughly reviewed all accounting estimates.• We ensured that the necessary audit evidence was gathered.• We ensured that calculations were performed on a consistent basis. Conclusion From the work performed on accounting estimates, there were no issues identified.
2.	Internal control environment Charities are required to have in place systems and financial controls which conform with the requirements of both propriety and good financial management. If this is not the case, there is a risk that the charity could be in trouble with the authorities.	<ul style="list-style-type: none">• Walk through tests were performed as part of our audit procedures to ensure that the systems are working as intended. Conclusion From our work, no major issues were identified. Some minor internal control issues were noted, which are detailed in section 5.
3.	Factors affecting risk of material misstatement due to fraud There is a risk that funds may not be spent appropriately, or the correct procedures have not been followed in relation to spending of funds.	<ul style="list-style-type: none">• When testing purchases, we tested that the correct authorisation has been received before making the purchase.• We checked that the purchases tested were appropriate to and were made for the purposes for the charity. Conclusion From the work performed, there were no issues identified relating to fraud.

SECTION 3

Other audit findings (continued)

Risks identified in our audit plan		Commentary
4.	Compliance with Frameworks There is a risk of the entity not complying with the legal and regulatory framework applicable to the entity.	<ul style="list-style-type: none">• We queried management as to whether the entity is in compliance with such laws and regulations.• We inspected correspondence from the relevant licensing or regulatory authorities. Conclusion From our work, there was no evidence of non-compliance with the legal and regulatory framework applicable to the organisation. The accounts have been prepared in compliance with FRS 102 and the Charities SORP (FRS 102).
5.	Compliance with laws & regulations There is a risk of misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations.	<ul style="list-style-type: none">• An understanding of the legal and regulatory frameworks applicable to the company was obtained.• An understanding of how the company are complying was obtained by making enquiries to relevant members of the management team.• We corroborated our enquiries through our enquiry into legal fees incurred during the year.• We identified the controls management has in place to prevent and detect fraud and assessed the operation of those controls. Conclusion From the work performed, no instances of fraud or non-compliance with laws and regulations were found which would result in any misstatement.

SECTION 4

Other communication requirements

Issue	Commentary
1. Matters in relation to fraud	<ul style="list-style-type: none"> We have discussed the risk of fraud with representatives of the board of trustees, who confirmed that they are not aware of any issues of fraud arising in the period under review or since.
2. Matters in relation to related parties	<ul style="list-style-type: none"> We are not aware of any related party transactions which have not been disclosed in the financial statements.
3. Matters in relation to laws and regulations	<ul style="list-style-type: none"> We have not been made aware of any significant incidences of non-compliance with the statute or other key legislative requirements.
4. Written representations	<ul style="list-style-type: none"> Representations have been requested from management in respect of the significant assumptions used in the preparation of the financial statements.
5. Going concern presumption	<ul style="list-style-type: none"> Management has assessed the organisation as a going concern and prepared the financial statements on that basis with appropriate disclosures being made in the accounts. Based on the latest forecasts, assumptions used and sensitivities applied, we concur with management's view that the going concern assumption is an appropriate basis for preparing the accounts.

SECTION 5



Design effectiveness of internal controls

5.1 Summary

- The purpose of an audit is to express an opinion on the financial statements.
- Our audit included consideration of internal controls relevant to the preparation of the financial statements 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 internal control.
- The matters being reported here are limited to those deficiencies that we have identified during the course of our audit and that we have concluded are of sufficient importance to merit being reported to you in accordance with ISA 265.

5.2 Current year control recommendations

Risk Factor:  High  Medium  Low




Assessment		Recommendations	
Issue and risk			
	Documentation relating to grant income In reviewing grant income during the audit, it was noted that there were agreements and other proof of entitlement to grants that could not be initially located.	Although it is noted that sufficient documentary evidence relating to grant income was subsequently produced, it is recommended that all such agreements, correspondence and other confirmatory documentation are held together in a central storage location. This would help to ensure the completeness of grant income records held by the charity and improve accessibility to the records. Management response: <i>We now keep paper copies in a secure cabinet where all future and current grant documentation will be kept.</i>	
	Restricted funds The QuickBooks accounting records did not reflect the correct allocation of expenditure between individual restricted funds, as final adjustments to align expenditure with related income were not posted and misallocations between funds were also identified. As a result there was an increased risk that the split of funds between restricted and unrestricted in the financial statements may be misstated.	The accounting records maintained on QuickBooks should fully reflect the income and expenditure for each restricted fund and the correct balances of restricted funds at the year-end date. Management response: <i>Any errors will be corrected and going forward we will strive to ensure that income and expenditure are correctly allocated by fund on QuickBooks.</i>	

SECTION 5

Design effectiveness of internal controls (continued)

5.2 Current year control recommendations (continued)

Risk Factor:  High  Medium  Low

Assessment	Issue and risk	Recommendations
3. 	Capitalisation of fixed assets Instances have been noted during the year where items of computer equipment which meet the definition of a fixed asset and are material in value in total were not initially capitalised.	It should be ensured that the nature of expenditure should be considered at the point of purchase and any fixed assets should be recorded as such in the charity's accounting system. Management response: <i>The finance officer and the treasurer will consider and review relevant purchases at the time of purchase or at each finance review for to determine capitalisation.</i>
4. 	Late payment of pension contributions We noted an isolated incident where a pension payment in respect of both employee and employer contributions was made late.	All pension contributions to be paid into the charity's pension scheme need to be made on time. We note in mitigation that this was an isolated error than occurred at the time of the initial Coronavirus lockdown at the start of the financial year. Management response: <i>The payment of the pensions is taken by direct debit, the late payment would relate to issues of the pension provider's direct debit collection and not insufficient funds or delayed authorisation of payment. We will continue to endeavour to ensure the submissions to the pension provider are timely within our control.</i>
5. 	Calculation of claims made under the Job Retention Scheme When carrying out testing on the furlough claims made by the company, a number of errors in calculations and the methodology used were noted.	Should the furlough scheme be reintroduced in future and employees placed on furlough, it should be ensured that furlough pay is calculated using the guidance given by HMRC. Management response: <i>The treasurer is a Chartered Accountant and was also consulted, however the furlough guidance and related calculations are ambiguous and open to interpretation, the guidance also changed over time. We made the claims based on our understanding of the guidance provided, we are happy to follow your interpretation and calculations and make the necessary corrections.</i>

SECTION 5

Design effectiveness of internal controls (continued)

Assessment		Recommendations	
Issue and risk			
5.3 Follow-up of previous years control recommendations			
		Assessment: Previous issue solved (✓) still present (X)	
Assessment	Issue and risk previously communicated	Update on actions taken to address the issue	
	No control issues were identified by the previous auditors for the year ended 31 March 2020.	N/A	

SECTION 6

Surplus reconciliation

£

Surplus/(deficit) per final client TB

(807)


Adjustments made:

Depreciation charge for the year	(33,175)
Reverse 2020 late fee invoices provision	(22,087)
2021 late fee invoices provision	38,528
2020 fee invoices adjustments made in the year	(3,902)
Accruals movements in the year	(21,091)
Prepayments movements in the year	2,502
Release of accrued income re abortive Disneyland Paris trip	15,979
Closing stock movement over the year	442
Fixed assets expensed in error	9,333
Depreciation on the above fixed assets	(1,872)
Correction of opening balance of depreciation	4,873
Accrued fee income	13,860
Consultancy income provision	1,200
Late movements on fee ledger – voided 2021 entries	(825)
Children in Need grant repayable	(4,822)

Surplus/(Deficit) per accounts

(1,864)

On behalf of the Board of Trustees, I hereby approve these amendments in respect of the financial statements for the year ended 31 March 2021.

Signed:  DocuSigned by:
Lauren Paul
1C594EBC0B2E458

Date: 20 December 2021

SECTION 7

Summary of misstatements

6.1 Objectives

To consider the impact of unadjusted errors on the audit opinion.

To determine whether these errors individually or in total are material and whether adjustment or qualification is necessary.

6.2 Summary

Account and Narrative	Profit & Loss		Balance Sheet	
	Dr £	Cr £	Dr £	Cr £
Gift Aid creditor not provided for	2,871			2,871
Furlough claim misstatements	3,723			3,723
Total potential adjustments	6,594	-	-	6,594

What is the net effect of these errors on profit?

6,594

What is the materiality guideline?

8,590

Is an adjustment required for any of these errors?

No

6.3 Conclusion

Errors are immaterial individually and in aggregate and so have not been adjusted for in the financial statements.

SECTION 8

Audit fees, non-audit services and independence

Fees		Inc VAT £	Fees for other services	Inc VAT £
Satutory Audit 2020		4,800	Accounts preparation 2021 (including all other general advice and support)	1,800

We confirm that there are no significant facts or matters that impact on our independence as auditors that we are required or wish to draw to your attention. We have complied with the Financial Reporting Council's Ethical Standards and therefore we confirm that we are independent and are able to express an objective opinion on the financial statements. The accounts have been prepared from a trial balance provided by yourselves, and any adjustments made, as shown in Section 6 of this report, have been discussed and agreed with Heather Nicklin and Aaron Paul. We confirm that we have implemented policies and procedures to meet the requirements of the Financial Reporting Council's Ethical Standards.

Confirmation

On behalf of the Board of Trustees I hereby confirm our acknowledgement and agreement of the contents of this report.

Signed: 
 *COMPROMISES
Date: 20 December 2021

SECTION 9

Key audit developments

Set out below are the key audit developments that will have an impact on how we will approach certain aspects of the current and future audits and what information we may require from you in order to carry this out.

ISA 570 – Going concern

- The Financial Reporting Council (FRC) has revised its going concern standard, ISA UK 570, in response to a string of corporate failures where auditors failed to warn that companies were on the brink of collapse.
- The new standard is applicable for accounting periods beginning on or after 15 December 2019 with early adoption permitted.
- Your responsibilities under Company Law and/ or Charity Reporting Framework:
 - To prepare the financial statements on the going concern basis unless it is inappropriate to presume that the entity will continue in business
 - Our responsibility as the auditor (regardless of any explicit responsibility set out in the applicable financial reporting framework):
 - To obtain sufficient appropriate audit evidence regarding, and conclude on:
 - Whether a material uncertainty related to going concern exists; and
 - The appropriateness of management's use of the going concern basis of accounting in the preparation of the financial statements
 - ISA 570 Revised provides auditors with a clearer framework for challenging management's assessment of going concern and to enhance communication of such matters with those charged with governance
- Key changes:
 - Definition of going concern has been strengthened to apply to any entity unless its management intends to liquidate the entity or to cease trading or has no realistic alternative to liquidation or cessation of operations.
 - The revised standard requires greater work on the part of the auditor to more robustly challenge management's assessment of going concern, thoroughly testing the adequacy of the supporting evidence, and evaluating the risk of management bias. As part of this our audit work will now document and evaluate
 - The process by which management makes its assessment of going concern; and
 - The oversight of this by directors/trustees

SECTION 8

Key audit developments (continued)

ISA 540 – Accounting Estimates

- Developments in the business environment and introduction of new accounting standards have given rise to a greater use of accounting estimates. ISA 540 Revised establishes robust requirements for auditing accounting estimates and provides detailed guidance to enhance audit quality. This guidance requires auditors to perform appropriate procedures in relation to accounting estimates and related disclosures.
- ISA 540 Revised is applicable for accounting periods commencing on or after 15 December 2019 and early adoption is permitted.
- Although ISA 540 applies to all accounting estimates, the degree to which an accounting estimate is subject to estimation uncertainty will vary substantially. The standard provides a framework to apply scalability to the risks associated with each accounting estimate which will impact the persuasiveness of the audit evidence required.
- It is likely that we will need to undertake additional work and require more information from you in order to comply with the upcoming changes

