

THE FROST FOUNDATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

THE FROST FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

R Adler
H Radcliffe
J Booth
M Bury
M Burtonwood
J Pilling

Charity number

1132893

Independent examiner

Champion Consulting Limited
1 Worsley Court
High Street
Worsley
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M28 3NJ

THE FROST FOUNDATION

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THE FROST FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report and financial statements for the year ended 31 December 2020.

Objectives and achievements

Due to the COVID-19 pandemic during 2020 the charity was forced into a period of hibernation on our major fundraising events. However, due to the fantastic support of our loyal patrons and volunteers we were still able to meet our 3 big annual campaigns.

We donated hundreds of Easter Eggs to local children and supported over 60 families with new school uniforms. Both of which helped families living through hard times, compounded by the pandemic.

Our annual Christmas Campaign was yet again a huge success with over 2000 presents donated to local children, many of which would not have received any gifts. All of this was administered by some amazing volunteers, who giving up their time ensured that no child went without a present.

We are very proud and honoured that our supporters have enabled us to still make a difference to disadvantaged children during this difficult time and that we have been able to survive can continue forward with a view to restarting our main events over the next 12-24 months.

A heartfelt thank you from myself and my fellow Trustees to these supporters.

Financial review

The charity has made donations and grants of £13,572 in the year

Structure, governance and management

All this could not be possible without the amazing support we receive from our corporate sponsors including

- Cerberus Group Ltd
- The Kennedy Foundation
- The Irish Abroad Foundation
- Stock Ltd 2015
- X-Debt
- Arc4 Ltd

At this point I would like to thank my fellow Trustees for their continued support. Also to the small group of volunteers who give their time to assist at events. A special mention to Wendy Veevers who continues to run the charity admirably which enables us to support so many local children.

Our aims for 2021/22

During 2021, since the relaxation of COVID restrictions we have already held a couple of our traditional fundraising events. Our aim now is to return to our normal operating model in restoring all of our fundraising events to our supporters calendars. We will continue to support the children and their families during the Christmas period relying on the support of our patrons which has not wavered over the last difficult 12 months.

THE FROST FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees who served during the year and up to the date of signature of the financial statements were:

R Adler

H Radcliffe

J Booth

M Bury

M Burtonwood

J Pilling

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

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R Adler

Chairman

Dated:

THE FROST FOUNDATION

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE FROST FOUNDATION

I report to the trustees on my examination of the financial statements of The Frost Foundation (the charity) for the year ended 31 December 2020.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.


Ged Cosgrove

Dated: 29/10/21

THE FROST FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	2019 £
<u>Income from:</u>			
Job retention scheme grants	3	11,146	-
Fundraising activities	4	42,112	98,355
Total income		<u>53,258</u>	<u>98,355</u>
<u>Expenditure on:</u>			
Fundraising	5	<u>38,055</u>	<u>84,531</u>
Charitable activities	6	<u>13,572</u>	<u>31,646</u>
Total resources expended		<u>51,627</u>	<u>116,177</u>
Net income/(expenditure) for the year/ Net movement in funds		1,631	(17,822)
Fund balances at 1 January 2020		<u>4,039</u>	<u>21,861</u>
Fund balances at 31 December 2020		<u><u>5,670</u></u>	<u><u>4,039</u></u>

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

All income and expenditure derive from continuing activities.

THE FROST FOUNDATION

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	10		652		1,014
Current assets					
Cash at bank and in hand		10,293		4,992	
Creditors: amounts falling due within one year	11	(5,275)		(1,967)	
Net current assets			5,018		3,025
Total assets less current liabilities			5,670		4,039
Income funds					
Unrestricted funds			5,670		4,039
			5,670		4,039

The financial statements were approved by the Trustees on 28 October 2021

R Adler
Chariman

H Radcliffe
Trustee

THE FROST FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

The Frost Foundation is an unincorporated charity.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

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

1.4 Incoming resources

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

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

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

THE FROST FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.5 Tangible fixed assets

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

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Computers	33% Straight Line
Motor vehicles	25% Reducing Balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.6 Impairment of fixed assets

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

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

THE FROST FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.8 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Total
	2020	2019
	£	£
Job Rention Scheme Grants	11,146	-
	<u> </u>	<u> </u>

4 Other trading activities

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Fundraising events	42,112	98,355
	<u> </u>	<u> </u>

5 Raising funds

	2020	2019
	£	£
<u>Fundraising and publicity</u>		
Staging fundraising events	9,224	50,162

THE FROST FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

(Continued)

Trading costs

Support costs

28,831

34,369

38,055

84,531

6 Charitable activities

2020
£

2019
£

Grants and donations

13,572

31,646

7 Support costs

Support costs
£

Governance costs
£

2020
£

2019
£

Staff costs

25,893

-

25,893

25,005

Rent

-

601

601

4,019

Printing & postage

-

525

525

2,119

Motor expenses

-

639

639

1,731

Sundry expenses

-

221

221

444

Insurance

-

588

588

588

Bank charges

-

2

2

98

Depreciation

-

362

362

365

25,893

2,938

28,831

34,369

Analysed between

Trading

25,893

2,938

28,831

34,369

8 Trustees

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

THE FROST FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

9 Employees

During the year the charity had 1 employee (2019: 1).

Employment costs	2020 £	2019 £
Wages and salaries	25,893	25,005

10 Tangible fixed assets

	Computers £	Motor vehicles £	Total £
Cost			
At 1 January 2020	434	3,300	3,734
At 31 December 2020	434	3,300	3,734
Depreciation and impairment			
At 1 January 2020	289	2,431	2,720
Depreciation charged in the year	145	217	362
At 31 December 2020	434	2,648	3,082
Carrying amount			
At 31 December 2020	-	652	652
At 31 December 2019	145	869	1,014

11 Creditors: amounts falling due within one year

	2020 £	2019 £
Other taxation and social security	3,500	-
Other creditors	1,775	1,967
	5,275	1,967

12 Retirement benefit schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

13 Related party transactions

There were no disclosable related party transactions during the year (2019 - none).