

The Windmills Foundation

Charity No. 1141900

Trustees' Report and Unaudited Accounts

31 July 2022

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The trustees present their report with the unaudited financial statements of the charity for the year ended 31 July 2022.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity No. 1141900

Principal Office

6 Montagu Road

Formby

Liverpool

L37 1LA

Trustees

The following trustees served during the year:

C. Appleton

A. Lewis

T. Molton

A. Sharples

P. Wakefield

Accountants

ADC Accountants Limited

15 Market Street

Standish

Wigan

Lancs

WN6 0HW

OBJECTIVES AND ACTIVITIES

This year the Windmills Foundation has gone from strength to strength. We have continued to deliver our National Lottery Community Fund project together with our intergenerational linking project supported by Dunhill Medical Trust. In line with our charitable objectives, we have continued to inspire and empower young people to make a life, make a difference and make a living.

Five key projects have been delivered: iCan - enabling young people to create a vision for their future. SMILE - engaging young people to make a difference in their local community through positive social action. GROWTH - intensive mentoring for young people at risk. Words of Wisdom - Linking primary school pupils with isolated older care home residents. Just a Second - Ongoing creation of a musical film and learning programme.

We are delighted to have developed a new Windmills Foundation learning platform, which provides completely free access to all our Windmill resources and includes enablers notes, activity outlines and presentation of resources. This was launched in partnership with the Liverpool City Region Combined Authority at our Together We Can event at the World Museum.

ACHIEVEMENTS AND PERFORMANCE

We have engaged 720 young people from 24 schools in the SMILE social action challenge. 300 young people from 10 primary schools have linked with 10 local care homes. 60 young people have benefitted from a Second learning programme. 8 pupils in need have gained intensive mentoring through GROWTH.

We have evaluated the impact of our work in terms of our Social Signature with: 96% of young people improving their levels of confidence, 92% enhancing local community connections, 95% improving levels of creativity, 98% developing new skills, behaviours and attitudes, 93% increasing their contribution to their local community,.

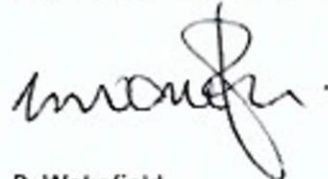
Our future plans are to ensure young people realise 'The Power of You' by unlocking their unique skills, passions and values. Our hope is to develop robust partnerships over the next few years to ensure we leave a lasting legacy

Statement of trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. The Trustees are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the charity's trustees



P. Wakefield
Trustee

Independent Examiner's Report to the trustees of The Windmills Foundation

I report to the trustees on my examination of the financial statements of The Windmills Foundation for the year ended 31 July 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act'). The trustees consider that an audit is not required for this year under the Charities Act 2011, s.144(2) (the 2011 Act) and that an independent examination is needed.

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

Independent examiner's statement

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

- the accounting records were not kept in respect of the charity as required by section 130 of the Act; or
- the financial statements do not accord with those records; or
- the financial statements do not comply with the applicable requirements concerning the form and content of the financial statements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the financial statements 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.

Mr Steven Hodson FCCA
ADC Accountants Limited
15 Market Street
Standish
Wigan
Lancs
WN6 0HW
31 July 2022

The Windmills Foundation
Statement of Financial Activities
for the year ended 31 July 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income and endowments from:					
Charitable activities	3	24,060	64,280	88,340	90,858
Total		24,060	64,280	88,340	90,858
Expenditure on:					
Charitable activities	4	0	12,454	12,454	26,164
Other	5	28,922	34,581	63,503	48,141
Total		28,922	47,035	75,957	74,305
Net gains on investments		-	-	-	-
Net income		(4,862)	17,245	12,383	16,553
Transfers between funds		-	-	-	-
Net income before other gains/(losses)		(4,862)	17,245	12,383	16,553
Other gains and losses		-	-	-	-
Net movement in funds		(4,862)	17,245	12,383	16,553
Reconciliation of funds:					
Total funds brought forward		66,599	-	66,599	50,046
Total funds carried forward		61,737	17,245	78,982	66,599

The Windmills Foundation
Balance Sheet
at 31 July 2022

Charity No. 1141900

		2022 £	2021 £
Current assets			
Debtors	7	1,942	-
Cash at bank and in hand		77,820	67,226
		<u>79,762</u>	<u>67,226</u>
Creditors: Amount falling due within one year	8	(780)	(627)
Net current assets		78,982	66,599
Total assets less current liabilities		78,982	66,599
Net assets excluding pension asset or liability		<u>78,982</u>	<u>66,599</u>
Total net assets		<u>78,982</u>	<u>66,599</u>
The funds of the charity			
Restricted funds	9		
Restricted income funds		17,245	-
		<u>17,245</u>	<u>-</u>
Unrestricted funds	9		
General funds		66,599	66,599
Designated funds		(4,862)	-
		<u>61,737</u>	<u>66,599</u>
Reserves	9		
Total funds		<u>78,982</u>	<u>66,599</u>

And signed on their behalf by:


P. Wakefield
Trustee

1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with Statement of Recommended Practice: 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) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
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Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
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Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
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Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.

Volunteer help	The value of any volunteer help received is not included in the accounts.
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Investment income	This is included in the accounts when receivable.
Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.

Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.
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Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

The charity is exempt from tax on its charitable activities.

Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

Trade and other debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation. Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term. In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the charity pays fixed contributions into a separate entity. Once the contributions have been paid the charity has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the charity in independently administered funds.

Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Statement of Financial Activities - prior year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Income and endowments from:			
Donations and legacies	36,423	54,435	90,858
Total	36,423	54,435	90,858
Expenditure on:			
Charitable activities	1,000	25,164	26,164
Other	13,001	35,140	48,141
Total	14,001	60,304	74,305
Net income	22,422	(5,869)	16,553
Net income before other gains/(losses)	22,422	(5,869)	16,553
Other gains and losses:			
Net movement in funds	22,422	(5,869)	16,553
Reconciliation of funds:			
Total funds brought forward	50,046	-	50,046
Total funds carried forward	72,468	(5,869)	66,599

3 Income from charitable activities

	Unrestricted £	Restricted £	Total 2022 £	Total 2021 £
Learning Resources	24,060	64,280	88,340	90,858
	24,060	64,280	88,340	90,858

4 Expenditure on charitable activities

	Unrestricted £	Restricted £	Total 2022 £	Total 2021 £
<i>Expenditure on charitable activities</i>				
Learning Resources	-	11,150	11,150	23,664
Programme Mentoring	0	1,304	1,304	2,500
<i>Governance costs</i>				
	0	12,454	12,454	26,164

5 Other expenditure

	Unrestricted	Restricted	Total 2022	Total 2021
	£	£	£	£
Employee costs	27,429	26,922	54,351	41,784
Motor and travel costs	0	1,226	1,226	19
Premises costs	1,350	-	1,350	-
General administrative costs	143	5,707	5,850	5,558
Legal and professional costs	-	726	726	780
	<u>28,922</u>	<u>34,581</u>	<u>63,503</u>	<u>48,141</u>

6 Staff costs

	2022	2021
	£	£
Salaries and wages	53,782	41,524
Pension costs	429	260
	<u>54,211</u>	<u>41,784</u>

No employee received emoluments in excess of £60,000.

7 Debtors

	2022	2021
	£	£
Other debtors	1,942	-
	<u>1,942</u>	<u>-</u>

8 Creditors:
amounts falling due within one year

	2022	2021
	£	£
Other taxes and social security	697	546
Other creditors	83	81
	<u>780</u>	<u>627</u>

	At 1 August 2021	Incoming resources (including other gains/losses) £	Resources expended £	At 31 July 2022 £
Restricted funds:				
Restricted income funds:				
Lottery Grants	-	64,280	(47,035)	17,245
<i>Total</i>	-	64,280	(47,035)	17,245
Unrestricted funds:				
General funds	66,599	-	0	66,599
Designated funds:				
Grants & Donations	-	24,060	(28,922)	(4,862)
<i>Total</i>	-	24,060	(28,922)	(4,862)
Total funds	66,599	88,340	(75,957)	78,982

Purposes and restrictions in relation to the funds:

Restricted funds:

Lottery Grants Restricted funding from the National Lottery Reaching Communities Fund has supported staffing, project management, resource development, marketing and communications and related overheads to deliver Year 2 of our Together We Can project. This financial expenditure has been reported in line with quarterly progress meetings and an End of Year Report.

Designated funds:

Grants & Donations A grant from the Dunhill Medical Trust has provided delivery, capacity building and resource development support to link 10 primary schools with 10 care homes.

10 Analysis of net assets between funds

	Unrestricted funds £	Total £
Net current assets	78,982	78,982
	<u>78,982</u>	<u>78,982</u>

11 Reconciliation of net debt

	At 1 August 2021 £	Cash flows £	At 31 July 2022 £
Cash and cash equivalents	67,226	10,594	77,820
	<u>67,226</u>	<u>10,594</u>	<u>77,820</u>
Net debt	<u>67,226</u>	<u>10,594</u>	<u>77,820</u>

12 commitments

Pension commitments

	2022 £	2021 £
The pension cost charge to the charity amounted to:	<u>429</u>	<u>261</u>

The Windmills Foundation
Statement of Cash flows
for the year ended 31 July 2022

	2022 £	2021 £
Cash flows from operating activities		
Net income per Statement of Financial Activities	12,383	16,553
Adjustments for:		
Other gains/losses	-	-
Increase in trade and other receivables	(1,942)	-
Increase in trade and other payables	153	627
Net cash provided by operating activities	<u>10,594</u>	<u>17,180</u>
Net cash from investing activities	<u>-</u>	<u>-</u>
Net cash from financing activities	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents	10,594	17,180
Cash and cash equivalents at the beginning of the year	67,226	-
Cash and cash equivalents at the end of the year	<u>77,820</u>	<u>17,180</u>
Components of cash and cash equivalents		
Cash and bank balances	77,820	67,226
	<u>77,820</u>	<u>67,226</u>

The Windmills Foundation
Detailed Statement of Financial Activities
for the year ended 31 July 2022

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income and endowments from:				
Charitable activities				
Learning Resources	24,060	64,280	88,340	90,858
	<u>24,060</u>	<u>64,280</u>	<u>88,340</u>	<u>90,858</u>
Total income and endowments	24,060	64,280	88,340	90,858
Expenditure on:				
Charitable activities				
Learning Resources	-	11,150	11,150	23,664
Programme Mentoring	0	1,304	1,304	2,500
	<u>0</u>	<u>12,454</u>	<u>12,454</u>	<u>26,164</u>
Total of expenditure on charitable activities	0	12,454	12,454	26,164
Employee costs				
Salaries/wages	27,000	26,782	53,782	41,524
Pension costs	429	-	429	260
Staff training	-	140	140	-
	<u>27,429</u>	<u>26,922</u>	<u>54,351</u>	<u>41,784</u>
Motor and travel costs				
Travel and subsistence	0	1,226	1,226	19
	<u>0</u>	<u>1,226</u>	<u>1,226</u>	<u>19</u>
Premises costs				
Light, heat and power	1,350	-	1,350	-
	<u>1,350</u>	<u>-</u>	<u>1,350</u>	<u>-</u>
General administrative costs, including depreciation and amortisation				
Bank charges	143	-	143	119
General insurances	0	323	323	27
Information and publications	-	-	-	1,880
Software, IT support and related costs	0	4,463	4,463	3,438
Stationery and printing	0	745	745	50
Telephone, fax and broadband	0	176	176	44
	<u>143</u>	<u>5,707</u>	<u>5,850</u>	<u>5,558</u>
Legal and professional costs				
Accountancy and bookkeeping	-	726	726	780
	<u>-</u>	<u>726</u>	<u>726</u>	<u>780</u>
Total of expenditure of other costs	28,922	34,581	63,503	48,141
Total expenditure	28,922	47,035	75,957	74,305

The Windmills Foundation
Detailed Statement of Financial Activities

Net gains on investments	-	-	-	-
Net income	(4,862)	17,245	12,383	16,553
Net income before other gains/(losses)	(4,862)	17,245	12,383	16,553
Other Gains	-	-	-	-
Net movement in funds	(4,862)	17,245	12,383	16,553
Reconciliation of funds:				
Total funds brought forward	66,599	-	66,599	50,046
Total funds carried forward	61,737	17,245	78,982	66,599