

**SMILEYARK KIDS**

**REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 August 2020**

**COMPANY NO: CE015329  
CHARITY NO: 1180233**

# **SMILEYARK KIDS**

## **Financial Statements for the Year Ended 31 August 2020**

<b>Contents</b>	<b>Page</b>
Legal and Administrative Information	1
Report of the Trustees	2 - 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7
Notes forming part of the financial statements	8 - 12

## **SMILEYARK KIDS**

### **Report of the Trustees for the year ended 31 August 2020**

The Trustees presents its report and financial statements for the year ended 31 August 2020

#### **Reference and Administrative information**

**Charity Name:** **Smileyark Kids**

**Charity Registration Number:** **1180233**

**Company Registration Number:** **CE015329**

**Registered Office and  
Operational Address:** **29 Cameron Drive, Dartford. Kent. DA1 5GN**

**Trustees:** Mr Adebayo Olumuyiwa Emanuel  
Mrs Mercy Danso  
Mrs Omotayo Abosede Osoko  
Ms Georgina Salami  
Mrs Susan Ikpefuran

**Independent examiner:** Accounts Fortress Limited  
14  
Eleanor Close  
Dartford  
Kent

**Bankers:** Lloyds Bank  
130 Broadway  
Bexleyheath  
Kent  
DA6 7DP

## **SMILEYARK KIDS**

### **Report of the Trustees for the year ended 31 August 2020**

#### **Our Aims and Objectives**

##### **Purpose and Aims**

The objects of the charity are:

To advance and provide facilities for education, training, social welfare, recreation and other leisure time activities with the object of improving the conditions and quality of life of children and families in the London borough of Bexley and surrounding areas

The organisation carries out its purposes by offering breakfast, after school and holiday club facilities for children aged 4-11 years and the operation of a foodbank for those in need.

##### **Ensuring Our Work Delivers Our Aims**

The focus of our work servicing families in the Bexley and surrounding areas through provision of breakfast and afterschool care for families, working with local council, providing summer events with the council, working with food banks and delivering food to families in need in the community

##### **How Our Activities Deliver Public Benefit**

Through helping the less privileged and vulnerable members of the society, and through the operation of a foodbank and delivery of food parcels.

##### **Who used and benefited from our Services?**

Local councils, Children/families, elderly and those who are vulnerable in the community

#### **Financial Review**

##### ***Reserves Policy***

The trustees have established the level of reserves (funds that are freely available) that the charitable should hold.

Reserves are needed to bridge the gap between the charity's spending and receiving resources through parental fees and grants. Reserves are also held to cover emergency repairs and expenditure. The charity's policy is that the reserves held should be between six and nine months of the expenditure.

##### ***Principal Funding Sources***

Aside from the income generated from fees from parents, the principal funding source for the charitable company is currently by way of grants from local authority, fund raising and public donations

##### ***Investment Policy***

The Charity has cash that is set out in the Charity balance sheet. The objective of the investment policy is to invest cash at banks where the capital is protected. The Charity currently has a policy of keeping any surplus liquid funds in cash at banks where immediate access and security of funds is guaranteed.

##### **Plans for Future Periods**

The Charity plans to continue the activities outlined above in the forthcoming years subject to satisfactory funding arrangements. Next year Smileyark Kids plans to gain more grants in the community and be able to reach more families in the provision of food and other community events to help cater to their everyday needs as well as more reach to providing childcare services.

# **SMILEYARK KIDS**

## **Report of the Trustees for the year ended 31 August 2020**

### **Structure, Governance and Management**

#### ***Governing Document***

Smileyark Kids was registered as a Charitable Incorporated Organisation with the Charity Commission on 08 October 2018 (Charity No: 1180233).

#### ***Recruitment and Appointment of Trustees***

Appointment of charity trustees

1) Apart from the first charity trustees, every trustee must be appointed for a term of three years by a resolution passed at a properly convened meeting of the charity trustees.

2) In selecting individuals for appointment as charity trustees, the charity trustees must have regard to the skills, knowledge and experience needed for the effective administration of the CIO

#### ***Trustees Induction and Training***

The charity trustees will make available to each new charity trustee, on or before his or her first appointment:

- a) a copy of the current version of this constitution; and
- b) a copy of the CIO's latest Trustees' Annual Report and statement of accounts.

#### **Risk Management**

The trustees are working on a Risk Management strategy which comprises:

- An annual review of the risks the charitable company may face;
- Its systems and procedures; and
- The impact of future funding and the financial implications on the organisation

## SMILEYARK KIDS

### Report of the Trustees for the year ended 31 August 2020

#### Responsibilities of the Trustees

Charity law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable trust as at the balance sheet date and of its incoming resources and applications of resources, including income and expenditure, for the financial year. In preparing those financial statements the Trustees should follow best practice and

- o Select suitable accounting policies and then apply them consistently;
- o Make judgements and estimates that are reasonable and prudent
- o Prepare the financial statements on the on going basis unless it is inappropriate to presume that the charity will continue on that basis.

The Trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time financial position of the charity and enables them to ensure that the financial statements comply with Companies Act 2006. The Trustees 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.

#### Members of the Board of Trustees

Members of the Board of Trustees, and trustees for the purpose of charity law, who served during the year and up to the date of this report are set out on page 1.

In accordance with charity law, as trustees, we certify that:

So far as we are aware, there is no relevant information of which the charity's accountants are unaware; and as the trustees of the charity we have taken all steps that we ought to have taken in order to make ourselves aware of any relevant information and to establish that the Charity's accountants are aware of that information.

This report has been prepared,

By order of trustees:

*Adebayo Emanuel*

Adebayo Emanuel (Jun 30, 2021 14:04 GMT+1)

Adebayo Emanuel

**Mr Adebayo Olumuyiwa Emanuel**  
**Trustee/Director**

## **SMILEYARK KIDS**

### **Independent Examiner's Report to the Trustees**

#### **Responsibilities and basis of report**

We report to the trustees on our examination of the accounts of the above charity for the year ended 31 August 2020

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011

We report in respect of our examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out our examination, we have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

#### **Basis of independent examiner's report**

Our examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently we do not express an audit opinion on the view given by the accounts.

#### **Independent's examiner's statement**


We have completed our examination. We confirm that no material matters have come to our attention in connection with the examination which gives us cause to believe that in, any material respect:

- accounting records were not kept in accordance with section 130 of the Act or
- the accounts do not accord with the accounting records

We have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Accounts Fortress Limited  
14 Eleanor Close  
Dartford  
Kent  
DA1 5GQ

08 May 2020

ACCOUNTS FORTRESS LTD  
14 ELEANOR CLOSE  
DARTFORD  
KENT. DA1 5GQ  
  
30/06/2021

## SMILEYARK KIDS

### Statement of Financial Activities (including Income and Expenditure Account) for the year ended Smileyark Kids

	Notes	2020 Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	2019 Total Funds £
<b>Incoming Resources</b>					
<b>Incoming Resources from generated funds</b>					
Charitable Activities	2	110,032		110,032	157,881
Donations and Grants	3	500	4,194	4,694	
<b>Total incoming resources</b>		<b>110,532</b>	<b>4,194</b>	<b>114,725</b>	<b>157,881</b>
<b>Resources expended</b>					
Expenditure on Charitable Activities	4	(78,402)	(2,616)	(81,018)	(99,249)
Administrative and Support Cost	5	(38,871)	(583)	(39,454)	(44,936)
Governance cost	6	(600)	-	(600)	(500)
<b>Total resources expended</b>		<b>(117,873)</b>	<b>(3,199)</b>	<b>(121,072)</b>	<b>(144,684)</b>
<b>Net Incoming resources before other recognised gains</b>		<b>(7,342)</b>	<b>995</b>	<b>(6,347)</b>	<b>13,197</b>
<b>Net movement in funds</b>		<b>(7,342)</b>	<b>995</b>	<b>(6,347)</b>	<b>13,197</b>
<b>Reconciliation of funds</b>					
Total funds brought forward		77,703	10,054	87,757	71,764
Prior Year Adjustment		-	(10,054)	(10,054)	-
<b>Total funds carried forward</b>		<b>70,361</b>	<b>995</b>	<b>71,356</b>	<b>84,961</b>

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.



**SMILEYARK KIDS****Balance Sheet as at 31 August 2020**

	Notes	2020 £	2019 £
<b>Fixed Assets</b>			
Tangible Assets	10	<b>39,666</b>	<b>48,534</b>
<b>Current Assets</b>	11		
Debtors		11,518	9,358
Other Receivables		12,464	-
Prepayments		1,599	1,530
Cash at bank and in hand		84,927	69,378
		<b>110,508</b>	<b>80,266</b>
Creditors: Amount falling due within a year	12	(29,401)	(9,001)
<b>Net Current Assets</b>		<b>81,106</b>	<b>71,265</b>
<b>Total assets less current liabilities</b>		<b>120,772</b>	<b>119,799</b>
Creditors: Amount falling due after more than one year	13	(49,416)	(32,042)
<b>Net Assets</b>	14	<b>71,356</b>	<b>87,757</b>
<b>Unrestricted Funds</b>	15	70,362	77,704
<b>Restricted Funds</b>	15	995	10,053
<b>Total Funds</b>		<b>71,356</b>	<b>87,757</b>

For the year ending 31 August 2020 the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

**Trustees' responsibilities:**

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime. The Financial Statements were approved by the board on Jun 30, 2021 and signed on its behalf by:

*Adebayo Emanuel*

Adebayo Emanuel (Jun 30, 2021 14:04 GMT+1)

**Mr Adebayo Olumuyiwa Emanuel**  
**Director/ Trustee**

## **SMILEYARK KIDS**

### **Notes forming part of the financial statements for the year ended 31 August 2020**

#### **1. Accounting Policies**

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

##### **(a) Basis of Accounting**

The financial statements have been prepared under the historical cost convention and in accordance with the financial reporting standard for smaller entities. The financial statements have been prepared in accordance with the statements of recommended practice (SORP). Accounting and reporting by charities published in October 2000, applicable Accounting standards and the companies Act 2006.

The financial statements are prepared on a going concern basis under the historic cost convention. The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £

##### **(b) Fund Accounting**

General funds are unrestricted funds and are available for use at the discretion of the trustees in furtherance of the general objectives of the company. Restricted funds are funds that are to be used in accordance with specific restrictions imposed by donors which have been raised by the charity for the particular purpose. The cost of raising and administering such funds are charged against the specific funds. The aim and use of each restricted fund is set out in the notes to the financial

##### **(c) Incoming Resources**

All incoming resources are included in the statement of financial activities when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received. The following specific policies are applied to particular categories of income: Voluntary income is received by way of grants, donations and gifts, and are included in full in the Statement of Financial Activities when receivable. Grants, where delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. provided by volunteers has not been included in these accounts.

Invested income is included when receivable.

Incoming resources from charitable trading activity are accounted for when earned.

Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.

##### **(d) Resources expended**

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates: Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes. Charitable expenditure comprises those costs incurred by the charity in the delivery of its to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to strategic management of the charity.

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource.

## SMILEYARK KIDS

### Notes forming part of the financial statements for the year ended 31 August 2020

#### 1. Fixed Assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets less their estimated residual value over their expected useful lives on the following basis:

Motor Vehicle	20% Straight Line
Furniture and Fixture	20% Straight Line
Plant and Machinery	20% Straight Line
Computer Equipment	33.3% Straight Line

Assets held under finance leases and hire purchase contracts are capitalised and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability. The interest element of rental obligations is charged to the profit and loss account over the period of the lease at a constant proportion of the outstanding balance of capital repayments.

#### 2. Income

	<i>Unrestricted</i>	<i>Restricted</i>	<b>2020 Total</b>	<b>2019 Total</b>
	£	£	£	£
<b>Charitable Activities</b>	110,032	-	110,032	157,881
	<b>110,032</b>	<b>-</b>	<b>110,032</b>	<b>157,881</b>

	<i>Unrestricted</i>	<i>Restricted</i>	<b>2020 Total</b>	<b>2019 Total</b>
	£	£	£	£
<b>3. Other Income</b>				
Donations and Legacies	500	4,194	4,694	-
Miscellaneous Income	-	-	-	-
	<b>500</b>	<b>4,194</b>	<b>4,694</b>	<b>-</b>

#### Analysis of Expenditure on Charitable Activities

	<b>Activities Undertaken Directly</b>	<b>Support Cost</b>	<b>Governance</b>	<b>2020</b>	<b>2019</b>
	£	£	£	£	£
<b>4. Charitable Activities</b>					
Activities undertaken directly	4,658	-	-	4,658	7,753
Wages and Salaries	47,321	-	-	47,321	63,240
Management allowance	18,560	-	-	18,560	20,000
Temporary Staff and Recruitment	9,782	-	-	9,782	7,191
Staff Training and Other Staff Cost	697	-	-	697	1,065
	<b>81,018</b>	<b>-</b>	<b>-</b>	<b>81,018</b>	<b>99,249</b>

#### 5. Administrative and Support Cost

Premises Costs	-	13,677	-	13,677	22,646
Software	-	2,809	-	2,809	1,593
Office running	-	1,008	-	1,008	3,130
Bank Charges and Card repayment	-	372	-	372	-
Telephone & Internet Charges	-	2,871	-	2,871	2,341
Depreciation	-	11,522	-	11,522	4,980
Impairments	-	297	-	297	2,796
Motor Expenses	-	3,521	-	3,521	2,796
Insurance	-	672	-	672	1,223
Equipment Expensed	-	1,150	-	1,150	1,869
Finance Cost	-	1,554	-	1,554	1,561
	<b>-</b>	<b>39,454</b>	<b>-</b>	<b>39,454</b>	<b>44,936</b>

#### 6. Governance Cost

Accountancy Fees	-	-	600	600	500
	<b>-</b>	<b>-</b>	<b>600</b>	<b>600</b>	<b>500</b>
<b>Total Resources Expended</b>	<b>81,018</b>	<b>39,454</b>	<b>600</b>	<b>121,072</b>	<b>144,684</b>

## SMILEYARK KIDS

### Notes forming part of the financial statements for the year ended 31 August 2020

#### 7. Net Incoming Resources for the Year

This is stated after charging:

	2020 £	2019 £
Depreciation	11,522	4,980
Impairment	297	-
Accountant's Remuneration	600	500
Other Accruals	1,643	2,872
	<b>14,062</b>	<b>8,352</b>

#### 8. Trustee Remuneration & Related Pay Transactions

The trustees were not paid any remuneration or received any other benefits during the year. No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charitable company during the year.

The board of Trustees passed a resolution on 14 January 2020 to appoint the Charity CEO and founder (Mrs Susan Olusola Ikpefuran) as a trustee. The CEO is the only remunerated trustee as she has led the organisation for over 6 years (since inception) until SmileyArk Kids became a registered charity in October 2018. The remaining unpaid trustees consider her appointment to be in the best interest of the charity. The trustees confirm to adopt measures stipulated in clause (7) of the charity's constitution; ensuring any conflicts of interest of this appointment is managed.

#### 9. Taxation

As a charity, Smileyark Kids is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that that these are applied to its charitable objects. No tax charges have arisen in the Charity.

#### 10. Tangible Fixed Assets

	2020			
	Computer Equipment £	Motor Vehicle £	Fixtures & Fitting £	Total £
<b>COST</b>				
At 1 September 2019	2,754	50,760	-	53,514
Additions in period	2,951	-	-	2,951
Impairments in period	(697)			(697)
<b>At 31 August 2020</b>	<b>5,008</b>	<b>50,760</b>	<b>-</b>	<b>55,768</b>
<b>DEPRECIATION</b>				
At 1 September 2019	750	4,230	-	4,980
Charge in period	1,370	10,152	-	11,522
Write-off	(400)			(400)
<b>At 31 August 2020</b>	<b>1,720</b>	<b>14,382</b>	<b>-</b>	<b>16,102</b>
<b>NET BOOK VALUE</b>				
<b>At 1 September 2019</b>	<b>2,004</b>	<b>46,530</b>	<b>-</b>	<b>48,534</b>
<b>At 31 August 2020</b>	<b>3,288</b>	<b>36,378</b>	<b>-</b>	<b>39,666</b>

#### 11. Debtors: Amounts falling due within one year

	2020 £	2019 £
Debtors	11,518	9,358
Other Receivables	12,464	-
Prepayments	1,599	1,530
Cash at bank and in hand	84,927	69,378
	<b>110,508</b>	<b>80,266</b>

Debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid.

## SMILEYARK KIDS

### Notes forming part of the financial statements for the year ended 31 August 2020

#### 12. Creditors: Amounts falling due within one year

	2020 £	2019 £
Deferred Income	198	2,059
Accruals	2,243	3,372
Provision for Doubtful Debt	2,053	-
Other Payables	21,175	-
Lease Liability - Motor Vehicle Finance	3,734	3,571
	<b>29,401</b>	<b>9,001</b>

#### 13. Creditors: Amounts falling due after more than one year

	2020 £	2019 £
Lease Liability - Motor Vehicle Finance	28,308	32,042
Other Creditors	21,108	-
	<b>49,416</b>	<b>32,042</b>

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 recognised at their settlement amount.

#### 14. Analysis of Net Assets Between Funds

	General Funds	Designated Funds	Restricted Funds	Transfers	Total Funds £
Tangible Fixed Assets	39,023	-	643	-	39,666
Current Assets	104,288	-	6,220	-	110,508
Current Liabilities	(8,205)	-	(21,196)	-	(29,401)
Long-Term Liabilities	(28,308)	-	(21,108)	-	(49,416)
<b>Net Assets at 31 August 2020</b>	<b>106,798</b>	<b>-</b>	<b>(35,441)</b>	<b>-</b>	<b>71,356</b>

#### 15. Movements in Funds

	At 1 September 2019 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 August 2020
Restricted Funds:	10,053	4,194	(3,199)	(10,053)	995
<b>Total Restricted Funds</b>	<b>10,053</b>	<b>4,194</b>	<b>(3,199)</b>	<b>(10,053)</b>	<b>995</b>
Unrestricted Funds:					
General Funds	77,704	110,532	(117,873)	-	70,362
<b>Total Unrestricted Funds</b>	<b>77,704</b>	<b>110,532</b>	<b>(117,873)</b>	<b>-</b>	<b>70,362</b>
<b>Total Funds</b>	<b>87,757</b>	<b>114,725</b>	<b>(121,072)</b>	<b>(10,053)</b>	<b>71,357</b>

General funds of £71,764 brought forward from 6 years activities operating under unincorporated association; prior to becoming a registered charity in October 2018.

## SMILEYARK KIDS

### Income and Expenditure Account for the year ended 31 August 2020

	£	£	2020 £	£	£	2019 £
<b>Income and endowments from:</b>						
Charitable Activities			110,032			157,881
Donations and Grants			4,694			-
<b>LESS OVERHEADS</b>						
<b>Premises Costs</b>						
Hire of Premises	13,677			22,646		
		13,677			22,646	
<b>Administrative expenses - General</b>						
Software	2,809			1,593		
Office running	1,008			3,130		
Bank Charges and Card repayment	372			-		
Equipment Expensed	-			-		
Telephone & Internet Charges	2,871			2,341		
Insurance	672			1,223		
Equipment Expensed	1,150			1,869		
		8,883			10,156	
<b>Charitable Activities</b>						
Activities undertaken directly	4,658			7,753		
Wages and Salaries	47,321			63,240		
Management allowance	18,560			20,000		
Temporary Staff and Recruitment	9,782			7,191		
Staff Training and Other Staff Cost	697			1,065		
		81,018			99,249	
<b>Professional Fees</b>						
Accountancy Fees	600			500		
		600			500	
<b>Support Costs</b>						
Impairments	297			0		
Finance Cost	1,554			1,561		
Depreciation	11,522			4,980		
Motor Expenses	3,521			2,796		
		16,894			9,337	
			121,072			141,888
Net Income/(expenditure)			(6,347)			15,993
Total funds brought forward			87,757			71,764
Prior Year Adjustment			(10,054)			
<b>Surplus carried forward</b>			<b>71,356</b>			<b>87,757</b>