

Children's Chronic Arthritis Association
Unaudited Financial Statements
30 December 2021

SUE WOODGATE ACA

Chartered accountants
42 St Nicholas Drive
Shepperton
Surrey
TW17 9LD

Children's Chronic Arthritis Association

Financial Statements

Year ended 30 December 2021

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	5
Statement of financial activities	6
Statement of financial position	7
Statement of cash flows	8
Notes to the financial statements	9

Children's Chronic Arthritis Association

Trustees' Annual Report

Year ended 30 December 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 30 December 2021.

Reference and administrative details

Registered charity name	Children's Chronic Arthritis Association
Charity registration number	1185378
Principal office	PO Box 6679 Nuneaton CV11 9LR

The trustees

Mr C Wescott
Mrs M Marcetic
Miss N Marcetic
Mrs G Dalton
Mrs S C Wescott
Mr C Cox
Mr D Madge
Mr R Piper
Mrs E Earle

Independent examiner	Sue Woodgate ACA 42 St Nicholas Drive Shepperton Surrey TW17 9LD
-----------------------------	--

Structure, governance and management

Governing Document

The charity is controlled by its governing document, a deed of trust, and constitutes a Charitable Incorporated Organisation.

Recruitment and appointment of new Trustees

Trustees are recruited from supporters and interested parties with a view to increasing the skill set within the charity. All appointments are vetted and DBS checks are obtained before appointment.

Risk Management

The trustees are aware of their duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. We confirm that in this financial year we managed risks according to this.

Children's Chronic Arthritis Association

Trustees' Annual Report *(continued)*

Year ended 30 December 2021

Objectives and activities

CCAA provides support and information to families of children diagnosed with Juvenile Idiopathic Arthritis (JIA). This is achieved through the website, social media, literature, a network of CCAA Local Area Family Groups, and by hosting Annual Family Support Weekends that offer opportunities to improve their understanding of the disease and treatment.

Significant Activities

In order to realise its objectives the charity runs annual residential weekends, local support groups and a badge award scheme which encourages children with JIA and other paediatric rheumatological conditions to be rewarded and celebrated when they have overcome some of the significant challenges they face as they grow up. There is also a badge award scheme to recognise and celebrate health professionals for their commitment in helping these children and their families.

Children's Chronic Arthritis Association

Trustees' Annual Report *(continued)*

Year ended 30 December 2021

Achievements and performance

After a difficult 2020 due to the pandemic when we were unable to run our weekends and other activities, we were hoping for a better start to 2021.

Unfortunately the pandemic continued and we were unable to run our residential weekend in July 2021 which had been planned for our new venue in Dorset as well as other activities we had planned. However, we were able to run our September 2021 weekend at Hollowford, Peak District with a smaller group of 15 families, which was once again a very successful weekend, and good to be back together again.

CCAA were however able to support families in a number of different ways. We collaborated with The Abilities in Me author Gemma Keir, to produce a new JIA book for children. We were able to purchase 200 books and organised a book giveaway on our Local Family Groups. Committee meetings continued virtually. Several Policies were renewed and agreed by Committee. We were also able to keep giving families Coronavirus updates which were supplied by RCPCH (Royal College of Paediatrics & Child Health). We are grateful for their input and advice, which families were very thankful for. Content for the website was updated and we would like to thank Janet McDonagh for her input on the Transition page. In December 2020 two new JIA leaflets for parents and children were produced and added to the website. Other additions included FAQ's for newly diagnosed families, as well as a Tips and Tricks Leaflet on Blood Tests.

For WORD DAY 2021 a collage of the "Faces of JIA" was put together to be shared on Social Media.

During this year we rejoined ARMA (Arthritis and Musculoskeletal Alliance), as we felt it was important for us to represent our families voice and the needs of JIA children. In March 2021 in collaboration with The Teapot Trust we ran an 8 week virtual Art Therapy Course which was very well received, and others were planned.

In April 2021 CCAA launched the Award Badge Scheme. Thanks must go to Committee member Emily Earle for initiating and organising this very successful Scheme. It has proved a very popular way for supporting individuals at this difficult time.

A survey was carried out with the Local Area Reps, as well as continued work to make sure all vols and reps DBS checks were up to date.

In May 2021 we ran a Percy Picnic Fundraising and Awareness Day, which again was done virtually.

In June 2021 newsletters were produced to send to health professionals and families too, to improve communication with them, and keep them updated with the work of CCAA.

CCAA has been represented by Emily at the CLUSTER Consortium to represent the patient/parent perspective, as well as liaising with other charities to discuss mental health support for JIA children.

Thanks for all our continued support from our Fundraisers, volunteers and Committee Members. Also thanks to Shelley for her continued hard work.

We look forward to getting back to normality in 2022

Children's Chronic Arthritis Association

Trustees' Annual Report *(continued)*

Year ended 30 December 2021

Financial review

During the year to 30th December 2021 the charity had a surplus of £73,422 (2020 £12,181). This surplus included funds of £75,933 received from the charity's antecedent charity of the same name. Without these funds the charity would have shown a deficit of £2,511.

Reserves policy and going concern.

The Trustees are currently reviewing their Reserves Policy to ensure it is appropriate for the current financial climate. The Trustees have no concerns over the ability for the charity to continue in the foreseeable future.

Principal Funding Sources

The principal funding sources for the charity are donations from individuals and supporters of the charity.

Future developments

In the future the charity wants to continue to run at least two Residential Weekends each year and is looking at different geographical locations to host them. The charity is also giving support to expand local area network groups to help then organise more local events throughout the year.

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

Mr C Wescott
Trustee

Children's Chronic Arthritis Association

Independent Examiner's Report to the Trustees of Children's Chronic Arthritis Association

Year ended 30 December 2021

I report to the trustees on my examination of the financial statements of Children's Chronic Arthritis Association ('the charity') for the year ended 30 December 2021.

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 Act').

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 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:

1. accounting records were not kept in respect of the charity as required by section 130 of the 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 accounts to be reached.

Sue Woodgate ACA
Independent Examiner

42 St Nicholas Drive
Shepperton
Surrey
TW17 9LD

Children's Chronic Arthritis Association

Statement of Financial Activities

Year ended 30 December 2021

		2021		2020
		Unrestricted funds	Total funds	Total funds
	Note	£	£	£
Income and endowments				
Donations and legacies	4	109,270	109,270	21,881
Charitable activities	5	1,060	1,060	–
Investment income	6	6	6	4
Total income		<u>110,336</u>	<u>110,336</u>	<u>21,885</u>
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	7	6,467	6,467	1,034
Expenditure on charitable activities	8,9	<u>30,447</u>	<u>30,447</u>	<u>8,670</u>
Total expenditure		<u>36,914</u>	<u>36,914</u>	<u>9,704</u>
Net income and net movement in funds		<u>73,422</u>	<u>73,422</u>	<u>12,181</u>
Reconciliation of funds				
Total funds brought forward		12,181	12,181	–
Total funds carried forward		<u>85,603</u>	<u>85,603</u>	<u>12,181</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 9 to 14 form part of these financial statements.

Children's Chronic Arthritis Association

Statement of Financial Position

30 December 2021

	Note	2021 £	2020 £
Current assets			
Debtors	13	–	6,419
Cash at bank and in hand		<u>86,003</u>	<u>5,762</u>
		86,003	12,181
Net current assets		<u>86,003</u>	<u>12,181</u>
Total assets less current liabilities		86,003	12,181
Creditors: amounts falling due after more than one year	14	<u>400</u>	–
Net assets		<u>85,603</u>	<u>12,181</u>
Funds of the charity			
Unrestricted funds		<u>85,603</u>	<u>12,181</u>
Total charity funds	15	<u>85,603</u>	<u>12,181</u>

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

Mr C Wescott
Trustee

The notes on pages 9 to 14 form part of these financial statements.

Children's Chronic Arthritis Association

Statement of Cash Flows

Year ended 30 December 2021

	2021 £	2020 £
Cash flows from operating activities		
Net income	73,422	12,181
<i>Adjustments for:</i>		
Other interest receivable and similar income	(6)	(4)
Interest payable and similar charges	96	25
Accrued expenses	400	–
<i>Changes in:</i>		
Trade and other debtors	6,419	(6,419)
Cash generated from operations	<u>80,331</u>	<u>5,783</u>
Interest paid	(96)	(25)
Interest received	6	4
Net cash from operating activities	<u>80,241</u>	<u>5,762</u>
Net increase in cash and cash equivalents	80,241	5,762
Cash and cash equivalents at beginning of year	5,762	–
Cash and cash equivalents at end of year	<u>86,003</u>	<u>5,762</u>

The notes on pages 9 to 14 form part of these financial statements.

Children's Chronic Arthritis Association

Notes to the Financial Statements

Year ended 30 December 2021

1. General information

The charity is a public benefit entity and registered charity in England and Wales and is a Charitable Incorporated Organisation. The address of the principal office is 53 Sherbourne Avenue, Nuneaton, CV10 9JH.

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 Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

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

Judgements and key sources of estimation uncertainty

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

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Children's Chronic Arthritis Association

Notes to the Financial Statements *(continued)*

Year ended 30 December 2021

3. Accounting policies *(continued)*

Incoming resources

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

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

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

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

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.

Financial instruments

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

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Children's Chronic Arthritis Association

Notes to the Financial Statements *(continued)*

Year ended 30 December 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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

Debt instruments are subsequently measured at amortised cost.

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

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

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

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

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

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

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Direct donations	4,392	4,392	2,497	2,497
Just Giving donations	8,205	8,205	3,074	3,074
Virgin Money donations	5,961	5,961	1,858	1,858
Facebook donations	4,712	4,712	1,088	1,088
Donations Giving.com	–	–	2,869	2,869
CAF donations	3,965	3,965	944	944
Other online donations	6,102	6,102	–	–
Grants				
Covid 19 response grant	–	–	7,500	7,500

Children's Chronic Arthritis Association

Notes to the Financial Statements *(continued)*

Year ended 30 December 2021

4. Donations and legacies *(continued)*

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Other donations and legacies				
Donation from antecedent charity	75,933	75,933	2,051	2,051
	<u>109,270</u>	<u>109,270</u>	<u>21,881</u>	<u>21,881</u>

5. Charitable activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Sale of goods/services as part of direct charitable activities	1,060	1,060	—	—

6. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable type 1	6	6	4	4

7. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Costs of raising donations and legacies - Donations	6,467	6,467	1,034	1,034

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Residential Weekend	7,073	7,073	—	—
Support costs	23,374	23,374	8,670	8,670
	<u>30,447</u>	<u>30,447</u>	<u>8,670</u>	<u>8,670</u>

Children's Chronic Arthritis Association

Notes to the Financial Statements *(continued)*

Year ended 30 December 2021

9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2021	Total fund 2020
	£	£	£	£
Residential Weekend	7,073	–	7,073	–
Governance costs	–	23,374	23,374	8,670
	<u>7,073</u>	<u>23,374</u>	<u>30,447</u>	<u>8,670</u>

10. Independent examination fees

	2021	2020
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>400</u>	<u>–</u>

11. Staff costs

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

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

12. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees;

13. Debtors

	2021	2020
	£	£
Other debtors	<u>–</u>	<u>6,419</u>

14. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Accruals and deferred income	<u>400</u>	<u>–</u>

Children's Chronic Arthritis Association

Notes to the Financial Statements *(continued)*

Year ended 30 December 2021

15. Analysis of charitable funds

Unrestricted funds

	At 31 December 2020 £	Income £	Expenditure £	At 30 December 2021 £
General funds	<u>12,181</u>	<u>110,336</u>	<u>(36,914)</u>	<u>85,603</u>

	At 31 December 2019 £	Income £	Expenditure £	At 30 December 2020 £
General funds	<u>–</u>	<u>21,885</u>	<u>(9,704)</u>	<u>12,181</u>

16. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Current assets	<u>85,603</u>	<u>85,603</u>

	Unrestricted Funds £	Total Funds 2020 £
Current assets	<u>12,181</u>	<u>12,181</u>

17. Analysis of changes in net debt

	At 31 Dec 2020 £	Cash flows £	At 30 Dec 2021 £
Cash at bank and in hand	<u>5,762</u>	<u>80,241</u>	<u>86,003</u>
