

REGISTERED COMPANY NUMBER: 04336719 (England and Wales)
REGISTERED CHARITY NUMBER: 1090981

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022
FOR
YMCA FAIRTHORNE GROUP**

Hopper Williams & Bell Limited
Statutory Auditor
Highland House
Mayflower Close
Chandler's Ford
Eastleigh
Hampshire
SO53 4AR

YMCA FAIRTHORNE GROUP

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FOR THE YEAR ENDED 30 APRIL 2022**

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YMCA FAIRTHORNE GROUP

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 30 APRIL 2022**

PRESIDENT EMERITUS	Mr M Tilbury
TRUSTEES	Mr D A Bennett (appointed 22.12.2021) Dr M H Cranston Ms S M Hannington Ms C J Hillier (resigned 31.03.2022) Ms N Kinally Mr G Muvuti (appointed 07.06.2021) Ms J A Rainford (resigned 13.12.2021) Mr T J Titheridge Mr P M Youngs
COMPANY SECRETARY	Ms P J Spicer
SENIOR MANAGEMENT TEAM	Mr C Hand Ms P J Spicer Ms S Arscott (left 09.06.2022) Ms E Corina Mr J Hooper Mr C Heighway
REGISTERED OFFICE	Fairthorne Manor Botley Road Curbridge Southampton Hampshire SO30 2GH
REGISTERED COMPANY NUMBER	04336719 (England and Wales)
REGISTERED CHARITY NUMBER	1090981
AUDITORS	Hopper Williams & Bell Limited Highland House Chandler's Ford Eastleigh Hampshire SO53 4AR
BANKERS	Barclays Bank plc 1 Churchill Place London E14 5HP

YMCA FAIRTHORNE GROUP

INTRODUCTION BY THE CHAIR OF TRUSTEES AND CHIEF EXECUTIVE FOR THE YEAR ENDED 30 APRIL 2022

The second year of coronavirus began with public health restrictions remaining in place. Rules limiting children and young people's access to socialisation, education and leisure meant in broad terms that this group continued to be disproportionately negatively impacted by restrictions compared to adults. Children under 5 had lived the greater part of their lives, and in some cases all of their lives, in a pandemic. School trips which are key to children's development of self-esteem, confidence and friendships remained proscribed until the summer of 2021, and young people living in our accommodation who had already experienced homelessness and isolation faced yet more worry and uncertainty about their future.

As restrictions lifted there was at first a notable absence from our childcare settings of the children who would most benefit from structured support and safeguarding oversight. When children began to return it was clear their communication and self-regulation skills had not developed in line with levels for the same ages seen pre-pandemic. The young people living in our housing who had experienced enormous fear and anxiety when isolated during lockdowns, told us that they were really worried about resuming activity in the outside world as their education and employment opportunities began to open up.

Within YMCA the virus continued to have an impact on staff absences for self-isolation. A staff survey carried out in April 2022 indicated just over half our workforce had tested positive for COVID-19 over the 2-year period since 2020, with the highest period for infections being January to March 2022. This data is in line with the national picture and demonstrates the pandemic was far from over at the end of our financial year. Despite these challenges we worked our hardest to keep services open, safe and impactful, with frequent reviews of risk assessments, operating procedures and quality systems.

Our focus on delivery of our strategic plan remained, to ensure we helped identify and met the needs of the children, young people and families in communities served by YMCA. The key achievements described in this annual report are our response to community needs in a changing environment and uncertain future. We would like to highlight 4 achievements we think best represent this.

In early autumn 2021 we were approached by Leigh Park's long established community charity Park Families who were facing financial and operational challenges so serious their immediate future was at risk. We rapidly mobilised to support them and brought the charity into the group as a subsidiary. Since then we have been working with the team to achieve sustainability and are really pleased to have grown the number of YMCA childcare settings from 14 to 18, significantly extending our reach and impact in Hampshire.

During the major school holidays, we were successful in applying for funds to deliver the Holidays And Food programme funded by the Department for Education. This programme provided exciting activities and tasty meals free of charge to children in receipt of benefits-related free school meals, or who were experiencing other forms of hardship. We worked with families at Fairthorne Manor, Portsmouth and Isle of Wight and delivered places to 227 children who would not otherwise have had the opportunity to join in with a playscheme.

YMCA FAIRTHORNE GROUP

INTRODUCTION BY THE CHAIR OF TRUSTEES AND CHIEF EXECUTIVE FOR THE YEAR ENDED 30 APRIL 2022

At the end of the previous year we had been successful in our application to deliver Kickstart work placements to young people aged 16-25 in long-term receipt of universal credit. We took the view that this was a fantastic opportunity to deliver a genuine youth development programme and established brand-new supportive workplace opportunities in a range of areas including early years, children's programme, administration, maintenance and estates management. The young people we met were from a variety of backgrounds and the majority had experienced challenges accessing employment, most commonly they told us they experienced anxiety and low self-confidence. Each young person had a workplace buddy and was offered a mentor to meet with every month during their placement where they could talk about their feelings and their plans for the future. We successfully placed 66 young people into a work placement and it is particularly pleasing to see that so far 22 of those young people have moved into permanent employment at YMCA as job vacancies opened up. Kickstart recruitment finished in March 2022 and the remaining young people will complete their placements this current year.

In June 2021 we were able to once again deliver the national Young Carers Festival. This critical weekend provides space, voice, support and loads of fun for young carers from across the country. Young carers are a group who have been hit particularly hard by COVID-19, not only because they have someone clinically vulnerable who they help protect, but because they are often isolated from their peers as a result of their caring responsibilities and the impact of COVID-19 meant they felt more alone than ever. We had to cancel 2020's festival but were adamant that as soon as it was safe to do so, we would resume this important event. We were really pleased to welcome 100 young carers to a scaled down event and for 2022 we were so excited to be able to scale back up and see young carers returning in pre-pandemic numbers.

As the operating restrictions caused by COVID-19 continued to impact our finances, we were grateful to benefit from furlough until the scheme ended in September 2021. The ability to apply furlough to part time working meant we were able to resume our wider operations sustainably by returning our central support services in stages as service delivery grew. We sought feedback from staff about what positive experiences we might retain from home working then regrouped to define how we might all benefit from agility. We established flexible working spaces at YMCA Fairthorne Manor and YMCA Eastleigh alongside home working for those able to do so.

The board of trustees also experienced change as we said a fond farewell to our chair Judy Hillier who has led us for the past 3 years and welcomed new chair Dave Bennett who took over in February 2022. Over the next year Dave and the board will lead YMCA into the next phase of our strategic plan.

YMCA FAIRTHORNE GROUP

INTRODUCTION BY THE CHAIR OF TRUSTEES AND CHIEF EXECUTIVE FOR THE YEAR ENDED 30 APRIL 2022

Significant achievements from the period include:

- Supporting 2159 children under 5 to have the very best start in life by providing more than one million hours of early years education and care.
- Helping children have the best school holidays through delivering almost nineteen thousand Daycamps sessions, including free places for 227 children living in families facing poverty.
- Merging with local charity Park Families growing the portfolio of childcare settings from 14 to 18 and bringing a new “ready-made” community branch into the YMCA.
- Delivery of an ambitious youth development project providing 66 supportive work placements via the government’s Kickstart scheme.
- Relocating our Gosport nursery to a newly refurbished building in August 2021.
- Developing a 10 year housing strategy to explore options to increase our impact for young people.
- Co-producing YMCA’s Early Years Foundation Stage pedagogy and curriculum and embedding it at all YMCA early years settings supported by a reinvigorated Early Years Quality Team.
- Establishing a range of community programmes at YMCA venues as restrictions lifted.
- Securing the future of YMCA supported housing in Southampton by winning the tender to continue our work.

As we enter the new year it is heart-warming to see children and families once again thriving at the YMCA. Our sites are filled with the noise of happy children and young people chatting. The focus for this year will be on intensive community engagement, supporting cohesion through co-production in our community branches and offering a plethora of volunteering opportunities at every YMCA programme.

Dave Bennett and Chris Hand

YMCA FAIRTHORNE GROUP

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2022

Purpose and Charitable Objectives

The Trustees, who are also directors of the charity, submit their annual report (including the strategic report) and audited financial statements for the 12 month period ending 30 April 2022. The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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).

YMCA Fairthorne Group is a community-based charity whose purpose is “We believe everybody should have the opportunity to lead happy, healthy lives”. Our strategy is to establish YMCA places in close partnership with local communities and ensure the delivery of programmes that meet the needs of children, young people, and families.

Our Charitable Objects as defined by our Articles of Association are:

- To unite those who, regarding Jesus Christ as their God and Saviour according to the Holy Scriptures, desire to be His disciples in their faith and in their life, and to associate their efforts for the extension of his Kingdom.
- To lead young people to the Lord Jesus Christ and to fullness of life in Him.
- To provide or assist in the provision in the interests of social welfare of facilities for recreation and other leisure time occupation for men and women with the object of improving their conditions of life.
- To provide or assist in the provision of education for persons of all ages with the object of developing their physical, mental or spiritual capacities.
- To relieve or assist in the relief of persons of all ages who are in conditions of need, hardship or distress by reason of their social, physical or economic circumstances, including, but without limitation, to provide education and training in counselling and psychodynamic therapy and to promote awareness of the effectiveness of such therapy.
- To provide residential accommodation for persons of all ages who are in need, hardship or distress by reason of their social, physical or economic circumstances.

Public Benefit

The Trustees confirm that they have complied with section 4 of the Charities Act 2006, to have due regard to the Charity Commissioners' general guidance on public benefit, 'Charities and Public Benefit'. The direct benefits that flow from our objectives are:

- We are a community-based charity and all programmes are offered to those of any faith or of none. Our equal opportunities policy clearly states our intention and practice in this regard.
- Free entry, funded and bursary schemes that ensure children and families can access a full range of programmes regardless of personal circumstances.
- Use of digital tools, including free online training, enabling young people and families to access knowledge, qualifications and activities.
- High-quality early years education which supports the physical and emotional development of children under 5, giving them the very best start in life.
- Enhanced quality of life and sense of wellbeing from participation in activities and events that bring groups of people together.
- Achievement of life skills and personal independence for young people participating in accommodation-based programmes, support and training.
- A strong sense of belonging for people in communities who engage with their local YMCA, leading to personal wellbeing and community cohesion.
- Involvement and inclusion in community life through opportunities for people to volunteer and participate at a local level.

YMCA FAIRTHORNE GROUP

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2022

Strategic Plan

Our strategic plan describes our desire to become the charity of choice for local communities by achieving four key strategic goals:

- People in the YMCA community will genuinely shape and influence our work.
- New YMCA Places will be established at the heart of communities.
- Communities will be able to access Programmes which directly respond to their needs.
- YMCA will be financially sustainable and operationally robust.

Underpinning the principle of People, Places, Programmes is our Theory of Change which tests progress in achieving our strategic goals, and ultimately our Purpose.

During the next year the Trustees will undertake a full review of the strategic plan to establish the next phase for YMCA Fairthorne Group.

The YMCA Way

The YMCA Way describes how we design and deliver programmes that achieve our Purpose. It consists of four equally weighted elements. The elements in combination generate quality programmes, offering opportunities for individual and community growth, thereby contributing to our Purpose “we believe that everybody should have the opportunity to lead healthy, happy lives”.

Values

Welcoming, Active, Listening, Inspiring, Caring, Exciting.

Community led

Community-led means we undertake activities the community wishes us to do, and wishes to be involved in.

Evidence led

We are led by evidence to create, change or improve activities that contribute to our Purpose and strategic objectives.

Our Behaviours

We model behaviours derived from our values through all interactions with children, families, the community, and each other.

YMCA FAIRTHORNE GROUP

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2022

Achievements and Activities

"The Very Best Start In Life"

994,106 hours of childcare and early years education were provided to 2,159 children attending our 18 early years settings at Andover, Barncroft, Dunsbury Way, Eastleigh, Fairthorne Manor, Gosport, Millbrook, New Milton, Newport, Newtown, Portsea, Shanklin, Sharps Copse, Townhill, Warren Park, Weston, Whale Island and Woolston.

Nursery managers worked in line with The YMCA Way to co-produce and then roll out a new YMCA early years pedagogy and curriculum over the summer of 2021. We invested further into early years quality by forming a new Early Years Quality Team to lead on standardisation and support at all settings, and refurbishing a former Children's Centre building in an area of high deprivation in Gosport into a brand new location for our long-established St Vincent Nursery. After a year of parents and carers dropping off and picking up outside nursery settings, we were really pleased and excited to be able to welcome them back inside as COVID-19 restrictions eased.

The Best School Holidays

3,074 school aged children benefitted from exciting and engaging school holiday activities at our Daycamps programmes at Fairthorne Manor, Shanklin, and Portsmouth, with a total of 18,919 sessions delivered. We were successful at all locations in securing grants from the Department of Education's Holidays And Food scheme which funded places for 227 children over the year from families in receipt of benefits related free school meals or who faced adversity. During the year, delivery was adapted for each holiday period to mitigate the risks presented by COVID-19 including grouping children in bubbles and outdoor based drop off and collection.

Exciting Group Activities and Residentials

9,299 people attended day or residential group activities at our sites at Fairthorne Manor in Hampshire and Winchester House in Isle of Wight. COVID-19 restrictions meant that group residentials could not reopen until summer 2021 so Fairthorne Manor in particular adapted its offer for school groups to make day visits so that children would not miss out on their school trip. It was really encouraging when residential visits were once again allowed to see numbers begin to bounce back and of the 9,299 people attending, 2,522 stayed residentially. Bookings for 2022 onwards are strong and we expect to see a return to pre-COVID-19 numbers alongside the day bookings option we have built over the past 2 years.

Accommodation-based Youth Support

357 young people received support while living in YMCA housing in Basingstoke, Southampton and Isle of Wight. Southampton saw 185 young people benefit and The Lodge in Isle of Wight which is a specialist service for young, homeless single mothers and their infant/s helped 22 families in the year. A total of 124 young people successfully moved onto independent living.

In Southampton a group of young people via a Community Art project created their own artwork that was displayed at the John Hansard Gallery for a number of weeks. We also held an inaugural Eid Celebration at Fairthorne Manor for residents.

In Basingstoke work continued to implement the learning from the University of East London research with residents and staff trained to provide peer-peer support in wellbeing.

YMCA FAIRTHORNE GROUP

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2022

Kickstart

66 young people aged 16-24 who had been in long term receipt of universal credit were successfully supported into work placements across YMCA services, including childcare, catering, housekeeping maintenance, estates and administration. Each young person was supported through their placement by their line manager, a buddy and a mentor who helped them work through their next steps of career planning. Of the 66 young people, 22 went on to successfully apply for permanent employment and with the last placements due to complete in November 2022 we expect this number to grow.

Community Programmes

We delivered, enabled and hosted a range of community activities through the year at our branches including Food Banks, AA meetings, baby and toddler groups, messy play, fitness classes and healthy lifestyle meetings. Below are some examples:

Community food programmes continued at Andover with their community cabin providing food, drinks and snacks at affordable prices, and their surplus food collection scheme enabling 255 food boxes to be distributed to local people during the year. Once again YMCA ran a Reverse Advent campaign at Christmas 2021 and supported 200 families experiencing hardship by providing them with Christmas hampers and food vouchers.

Winchester House, in Shanklin, worked in partnership with local CIC On Yer Bike to collect donated bicycles which the On Yer Bike team refurbished and held 2 sales in December enabling 25 local families to provide their child with an affordable bike for Christmas.

Isle of Wight Young carers worked with 331 young carers providing respite activities despite the many challenges of coping with COVID-19. The calendar year ended with a big Christmas celebration where over 100 young carers and their families took part in fun activities and a buffet lunch.

Andover delivers a weekly youth group where young people take part in positive activities and a monthly community eat together.

At Fairthorne Manor, we saw a total of 16,260 visitors to the site. Families with young children attended Treetots adventurous outdoor activities, the Family Park provided over 1,000 camping pitches of affordable family holidays in a year where being outdoors was a high priority, and access to the River Hamble for launch and river craft hire was once again hugely popular.

Park Families: A New Community Branch

In September 2021, we merged with the early years charity Park Families who have 5 delivery bases across Leigh Park and Havant and established a ready-made community branch renamed YMCA Park Families. Park Families have 4 childcare settings, a Hub supporting local charities, and a former Sure Start Centre used as a community facility.

YMCA FAIRTHORNE GROUP

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2022

Fundraising

A total of £535k was received in the form of grants:

The Trustees would like to thank the following organisations which have supported the work of YMCA Fairthorne Group during the course of the financial period:

ASDA Community Champions Isle of Wight
ASDA Community Champions Southampton
Basingstoke & Deane Borough Council
BBC Children in Need
Bishops Waltham Rotary Club
British Science Association
Co-operative Group
Daisie Rich Trust
Douglas Wood Trust
Eastleigh Borough Council+A327
Emsworth Community Land Trust
Gosport Borough Council
Hampshire and Isle of Wight Community Foundation
Hampshire County Council
Havant Borough Council
Highwood
HMRC
Isle of Wight Council
LandAid
Metro Bank
OFGEM
Portsmouth City Council
Southampton City Council
Test Valley Council
The Misselbrook Trust
The National Lottery Community Fund
The WightAID Foundation
Wave 105: Cash for Kids
Wildern Sports Centre
Winchester City Council
YMCA England and Wales

No external professional fundraiser or commercial participator was used during this period. Fundraising activities were monitored by the fundraising team, including ensuring that there were no unreasonable intrusions or approaches made in raising funds, either directly or on behalf of the organisation. No complaints were received in relation to fundraising.

YMCA FAIRTHORNE GROUP

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2022

Plans for Future Periods

Housing Strategy

A new Housing Strategy was ratified 6th September 2021 and its translation into operational delivery is a key priority for 2022 onwards.

People Strategy

We will be working hard to implement our agreed People Strategy, which was developed in the light of achieving IIP, the challenges presented by COVID-19 and the opportunities and learning from agile working. The strategy has a strong focus wellbeing, establishing YMCA as a supportive employer of choice, and opportunities for volunteering.

Inclusion for Under 5s

Hampshire, Portsmouth and Isle of Wight CCG have provided grant funding to support work to ensure inclusion of children under 5 at risk of being left behind because of the impact of COVID-19. The early years quality team are working through the SENCOs at 9 YMCA early years settings to implement evidence-based methods of working and to track change.

New Community Branch Pipeline

The next sites for new YMCA community branches have been identified.

Holidays and Food

The Holidays and Food grants have been transformed into a 3 year framework funding agreement in Hampshire and Isle of Wight and we have been successful in securing longer term funding to provide free holiday activities and nutritious meals to children in adverse circumstances, along with food education and signposting for services that families can benefit from.

Community Programmes

The greatest focus over the next year, in the post-COVID-19 world, will be on explosion of community programmes in all possible YMCA locations. A new multi-level leadership team is working hard to identify opportunities for co-production and community engagement and will be driving significant growth in volunteering opportunities.

Financial Review

The Trustees note that the year end resulted in income decreasing by £1,817k against the prior year. Like for like, income would have dropped below 2019 levels primarily as a result of the impact of COVID-19. As previously indicated, the impact of COVID-19 has been significant and this is demonstrated in the financial accounts as reported. The charity worked hard to minimise the impact of COVID-19 through tight cost control and a restructure across Fairthorne Manor, Central Support and Winchester House. In addition fundraising and government grants of £535k went a long way to limit the impact on the bottom line, resulting in a reported deficit of £773k.

YMCA FAIRTHORNE GROUP

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2022

Risk Management

Our Risk Policy is a regular focus of the Board. Risk is the threat or possibility that an action or event (or sometimes inaction) will adversely affect an organisation's ability to achieve its objectives. The aim of our risk policy is to enable YMCA Fairthorne Group to achieve our mission. Therefore, we accept those risks to which we must subject ourselves to deliver our mission. We strive to:

- Avoid unnecessary risks
- Control risks which inevitably arise as a result of our activities
- Monitor risks which cannot be tightly controlled without compromising delivery of the mission
- Take risks which we have assessed as likely to lead to positive outcomes

We aim to understand, document and review all significant risks which arise from our ongoing activities. We do this by making and regularly updating a business risk analysis and following up all matters which require attention. Where controls can be created or improved in a practical and cost-effective manner, these are implemented. Senior members of staff are contractually obliged to report any major risk to the Board.

Our operations are subject to regular review by a number of external agencies, including Ofsted, Environmental Health agencies, auditors and others.

Reserves Policy

The Trustees note that an appropriate level of free reserves should be maintained to safeguard the obligations under all contracts and the needs of all the beneficiaries or users of the Fairthorne Group. In any circumstances, the charity must also have sufficient funds available to act as a responsible employer to all staff members. It has been agreed that the following factors need to be taken into consideration in fixing the levels of reserves:

- The costs of completing any outstanding contracts
- Any liabilities under property or other leases, or extended credit agreements
- Any responsibilities for maintenance under property leases
- Sufficient funds available to be able to take advantage of changes or opportunities that may arise
- Cash flow/surplus generated, or forecast, arising from ongoing operations

Bearing in mind the considerations given above, it has been resolved that there should be a target of unallocated free reserves in the range of £200k - £800k.

Investments Policy

The Trustees have kept reserves as liquid as possible during the last year. This has been to ensure that the charity has been able to meet its obligations to creditors and staff by careful management of cash flow. The Trustees will continue to monitor the situation throughout the year. Specialist advice will be sought when required and will be reviewed by the Trustees.

YMCA FAIRTHORNE GROUP

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 APRIL 2022

Statement of Trustees' Responsibilities

The trustees (who are also the directors of YMCA Fairthorne Group for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company 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 company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently.
- Observe the methods and principles in the Charity SORP.
- Make judgements and estimates that are reasonable and prudent.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- There is no relevant audit information of which the charitable company's auditors are unaware.
- The trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The auditors, Hopper Williams & Bell Limited, will be proposed for re-appointment at the forthcoming Board Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 10 October 2022 and signed on the board's behalf by:

David Bennett

David Bennett (Oct 25, 2022 11:14 GMT+1)

Mr D Bennett - Trustee

YMCA FAIRTHORNE GROUP

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF YMCA FAIRTHORNE GROUP, YMCA FAIRTHORNE HOUSING AND PARK FAMILIES LIMITED FOR THE YEAR ENDED 30 APRIL 2022

Opinion

We have audited the financial statements of YMCA Fairthorne Group (the 'parent charity') and its subsidiaries (the 'group') for the year ended 30 April 2022 which comprise the Consolidated Statement of Financial Activities (incorporating an income and expenditure account), the Consolidated and Charity Balance Sheets, the Consolidated Statement of Cash Flows, and Notes to the Financial Statements, 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 Financial Reporting Standard 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 group's and of the parent charity's affairs as at 30 April 2022 and of the group's incoming resources and application of resources 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 group 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. 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.

YMCA FAIRTHORNE GROUP

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF YMCA FAIRTHORNE GROUP, YMCA FAIRTHORNE HOUSING AND PARK FAMILIES LIMITED FOR THE YEAR ENDED 30 APRIL 2022

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 (incorporating the group strategic report) for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the group strategic report) have 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' Annual Report (including the group strategic 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;
- the financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement, the trustees 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 they 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 group's and the parent 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 group or the parent charity or to cease operations, or have no realistic alternative but to do so.

Our 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.

YMCA FAIRTHORNE GROUP

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF YMCA FAIRTHORNE GROUP,
YMCA FAIRTHORNE HOUSING AND PARK FAMILIES LIMITED
FOR THE YEAR ENDED 30 APRIL 2022**

Extent to which the audit was capable of detecting irregularities, including fraud

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. Due to the inherent limitations of an audit, there is a risk that we will not detect all irregularities even though the audit has been properly planned and performed in accordance with the ISAs (UK). The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and the industry in which it operates. These include but are not limited to compliance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Companies Act 2006. and the relevant tax compliance regulations for the charity.
- We obtained an understanding of how the charity is complying with these frameworks through discussions with management.
- We enquired with management whether there were any instances of non-compliance with laws and regulations or whether they had knowledge of actual or suspected fraud. These enquiries are corroborated through follow-up audit procedures including but not limited to a review of legal and professional costs and correspondence.
- We assessed the susceptibility of the charities' financial statements to material misstatement, including the risk of fraud and management override of controls. We designed our audit procedures to respond to this assessment, including the identification and testing of any related party transactions and the testing of journal transactions that arise from management estimates, that are determined to be of significant value or unusual in their nature.
- We assessed the appropriateness of the collective competence and capabilities of the engagement team, including consideration of the engagement team's knowledge and understanding of the industry in which the company operates in, and their practical experience through training and participation with audit engagements of a similar nature.

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's members as a body, for our audit work, for this report, or for the opinions we have formed.

Michaela Johns

Michaela Johns FCCA (Senior Statutory Auditor)
Hopper Williams & Bell Limited (Statutory Auditor)
Highland House
Mayflower Close
Chandlers Ford
Eastleigh
SO53 4AR

Date 27/10/2022

YMCA FAIRTHORNE GROUP

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 APRIL 2022

	Notes	Unrestricted Funds £'000	Restricted Funds £'000	Year ended 30/4/22 Total Funds £'000	Period 1/1/20 to 30/4/21 Total Funds £'000
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	303	20	323	53
Charitable activities	4	10,309	109	10,418	12,730
Other	5	225	-	225	-
Total		10,837	129	10,966	12,783
EXPENDITURE ON					
Charitable activities	6	11,596	143	11,739	13,082
Total		11,596	143	11,739	13,082
NET (EXPENDITURE)/INCOME		(759)	(14)	(773)	(299)
Transfers between funds	19	436	(436)	-	-
Other recognised gains/(losses):					
Losses on revaluation of fixed assets		-	-	-	(635)
NET MOVEMENT IN FUNDS		(323)	(450)	(773)	(934)
RECONCILIATION OF FUNDS					
Total funds brought forward		8,215	2,208	10,423	11,357
TOTAL FUNDS CARRIED FORWARD	19	7,892	1,758	9,650	10,423

The net income for Companies Act purposes comprises the net movement in funds.

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above.

Movements in funds are disclosed in note 19 to the financial statements.

YMCA FAIRTHORNE GROUP

CONSOLIDATED AND CHARITY BALANCE SHEET
AT 30 APRIL 2022

Company number 04336719	Note	2022 Group £'000	2022 Charity £'000	2021 Group £'000	2021 Charity £'000
FIXED ASSETS					
Tangible assets	13	16,291	10,374	16,602	11,311
		<u>16,291</u>	<u>10,374</u>	<u>16,602</u>	<u>11,311</u>
CURRENT ASSETS					
Stocks		18	17	10	10
Debtors	14	1,109	1,240	661	465
Cash at bank and in hand		1,931	1,347	2,326	1,831
		<u>3,058</u>	<u>2,604</u>	<u>2,997</u>	<u>2,306</u>
CREDITORS					
Amounts falling due within one year	15	(9,324)	(6,900)	(2,269)	(2,731)
Pension liability	23	(44)	(44)	(43)	(43)
		<u>(9,368)</u>	<u>(6,944)</u>	<u>(2,312)</u>	<u>(2,774)</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(6,310)</u>	<u>(4,340)</u>	<u>685</u>	<u>(468)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>9,981</u>	<u>6,034</u>	<u>17,287</u>	<u>10,843</u>
CREDITORS					
Amounts falling due after more than one year	17	(36)	-	(6,525)	(3,974)
Pension liability	23	(295)	(295)	(339)	(339)
		<u>(331)</u>	<u>(295)</u>	<u>(6,864)</u>	<u>(4,313)</u>
NET ASSETS		<u>9,650</u>	<u>5,739</u>	<u>10,423</u>	<u>6,530</u>
FUNDS					
Unrestricted funds:	19				
General fund		8,231	4,340	8,597	4,704
Pension fund		(339)	(339)	(382)	(382)
		<u>7,892</u>	<u>4,001</u>	<u>8,215</u>	<u>4,322</u>
Restricted funds:					
Restricted fund		1,758	1,738	2,208	2,208
TOTAL FUNDS		<u>9,650</u>	<u>5,739</u>	<u>10,423</u>	<u>6,530</u>

The financial statements were approved and authorised for issue by the Board on 10 October 2022 and are signed on its behalf

Peter Youngs
Peter Youngs (Oct 27, 2022 09:16 GMT+2)

P M Youngs
Trustee

The company has taken advantage of the exemption allowed under Section 408 of the Companies Act 2006 and has not presented its own Income and Expenditure account in these financial statements. The loss after tax of the parent company for the period was £794k (2021: £1,096k).

The notes on pages 22 to 37 form part of these financial statements

YMCA FAIRTHORNE GROUP

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 APRIL 2022

	Notes	Year ended 30/4/22 £'000	Period 1/1/20 to 30/4/21 £'000
Cash flows from operating activities			
Cash generated from operations	1	(856)	816
Cash flows from investing activities			
Purchase of tangible fixed assets		(232)	(308)
Sale of tangible fixed assets		1,021	-
Cash acquired from acquisitions		<u>72</u>	<u>-</u>
Net cash provided by / (used in) investing activities		861	(308)
Cash flows from financing activities:			
Loan repayments in period		<u>(400)</u>	<u>(55)</u>
Net cash provided by / (used in) financing activities		(400)	(55)
Change in cash and cash equivalents in the reporting period	3	(395)	453
Cash and cash equivalents at the beginning of the reporting period	2	<u>2,326</u>	<u>1,873</u>
Cash and cash equivalents at the end of the reporting period	2	<u><u>1,931</u></u>	<u><u>2,326</u></u>

YMCA FAIRTHORNE GROUP

NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 APRIL 2022

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES

	Year ended 30/4/22 £'000	Period 1/1/20 to 30/4/21 £'000
Net income / (expenditure) for the reporting period (as per the statement of financial activities)	(773)	(934)
Depreciation charges	329	449
Loss / (profit) on disposal of fixed assets	(225)	11
Revaluation of fixed assets	-	634
Funds acquired on acquisition	(309)	-
(Increase)/decrease in stocks	(8)	3
(Increase)/decrease in debtors	(437)	29
Increase/(decrease) in creditors	610	525
Decrease/(Increase) in pensions	(43)	99
Net cash provided by (used in) operating activities	(856)	816

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2022 £'000	2021 £'000
Cash in hand	<u>1,931</u>	<u>2,326</u>

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.5.21 £'000	Cash flow £'000	At 30.4.22 £'000
Net cash			
Cash at bank and in hand	<u>2,326</u>	<u>(395)</u>	<u>1,931</u>
	<u>2,326</u>	<u>(395)</u>	<u>1,931</u>
Debt			
Debts falling due within one year	(412)	(6,156)	(6,568)
Debts falling due after one year	<u>(6,525)</u>	<u>6,489</u>	<u>(36)</u>
	<u>(6,937)</u>	<u>333</u>	<u>(6,604)</u>
Total	<u>(4,611)</u>	<u>(62)</u>	<u>(4,673)</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022**

1. GENERAL INFORMATION

YMCA Fairthorne Group is a charitable company, limited by guarantee, incorporated in England and Wales under the Companies Act 2006. The address of the registered office is Fairthorne Manor, Botley Road, Curbridge, Southampton, Hampshire, SO30 2GH.

The consolidated accounts include both YMCA Fairthorne Group and YMCA Fairthorne Housing for the full accounting period and Park Families Limited from 20 September 2021.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

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 thousand.

Preparation of consolidated financial statements

These financial statements consolidate the results of the charity and its two wholly owned subsidiaries, YMCA Fairthorne Housing and Park Families Limited, on a line by line basis, using the acquisition method of accounting. The results of the subsidiary undertakings are included from the date of acquisition. Park Families Limited was acquired by the YMCA Fairthorne Group on 1 October 2021.

Going concern

Net current liabilities stand at £6,310k (Net current assets 2021: £685k) at the balance sheet date. The trustees have considered the impact and risk from COVID-19 on the group companies and the group's prospects, recognising the uncertainty of the scenario. The trustees have concluded that with the right management actions the group is a going concern for at least 12 months following the signature of the financial statements. Accordingly the trustees have prepared the financial statements on this basis. The Trustees acknowledge the significant increase in creditors falling due within one year compared to the year ending April 21 accounts. The increase is as a result of the reclassification of both the Barclays loans, as the terms of the loans are due for renewal in March 2023. Conversations regarding renewal of the loans have already begun, the trustees fully intend to renew the terms of the loans and believe the going concern of the organisation is not impacted by the renewal.

Critical accounting judgements and key sources of estimation uncertainty

In preparing these financial statements, the key judgements have been made in respect of the following:

Whether there are indicators of impairment of the group's housing properties and other tangible assets. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the asset and where it is a component of a larger cash-generating unit, the viability and expected future performance of that unit. The trustees have considered the measurement basis to determine the recoverable amount of assets where there are indicators of impairment based on Existing Use Value for Social Housing (EUV-SH) or depreciated replacement cost. The members have also considered impairment based on their assumptions to define cash or asset generating units.

The principal uncertainty that the charitable group faces is the unknown effect of COVID-19. The trustees believe that mitigating actions have been taken and this risk has been minimised, such that the Board are able to make a judgement on the going concern of the group.

Other key sources of estimation uncertainty:

• **Tangible fixed assets**

These are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In re-assessing asset lives, factors such as the condition of the asset and its future income generating potential are taken into account. Residual value assessments consider issues such as future-market conditions, the remaining life of the asset and projected disposal values. For housing property assets, the assets are broken down into components based on management's assessment of the properties. Individual useful economic lives are assigned to these components.

• **Rental and other trade receivables (debtors)**

The estimate for receivables relates to the recoverability of the balances outstanding at the year end. A review is performed on an individual debtor basis to consider whether each debt is recoverable.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to items of income have been met, it is probable that the income will be received and the amount can be measured reliably. All income arose in the UK.

Income from charitable activities includes programme fees and youth work. Income is recognised in accordance with service provision.

Income from investments represents interest from bank deposits and gift aid received from the trading subsidiaries. Interest on funds held on deposit is recognised when receivable and the amount can be measured reliably by the charity, this is normally upon notification of the interest paid or payable by the bank. Gift aid is recognised in the period the trading subsidiaries made the irrevocable commitment to pay its taxable profits.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

2. ACCOUNTING POLICIES - continued

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Rental income and service charge income is recognised in the period for which the service was provided to the resident.

Grants

Grants received from non-government sources are recognised using the performance model. A grant which does not impose specified future performance conditions is recognised as revenue when the grant proceeds are received or receivable. Where a social landlord acquires land/or other assets at below market value from another entity, this is in substance considered to be a grant. Where grants are given by a non-government source without restriction or conditions, the whole amount can be recognised upon receipt.

A grant that imposes specified future performance-related conditions on the association is recognised only when these conditions are met. A grant received before the revenue recognition criteria are satisfied is recognised as a liability.

Government grants will be recognised in full provided they meet the recognition criteria, grants relating to revenue are recognised in income and expenditure over the same period as the expenditure to which they relate, once reasonable assurance has been gained that the entity will comply with the conditions and that the funds will be received. Government grants received during the period includes:

- Coronavirus Job Retention Scheme
- Local authority business support grants
- Connect4Communities grant for young carers
- Coronavirus restart grants
- Holiday Activities and Food Programme Grants
- Kickstart Scheme for employers

If restrictions are attached and the grant is used to purchase fixed assets, the expenditure of the grant will be recognised over the same period as the useful life of the asset.

Expenditure and basis of allocation of costs

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Support costs

Support costs represent the costs incurred directly in support of the objectives of the charity.

Finance costs

Finance costs are charged to income and expenditure over the term of the debt using the effective interest rate method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

Tangible fixed assets

Tangible fixed assets costing more than £1k (2021: £1k) are capitalised and included at cost, including non-recoverable VAT. Depreciation is provided on tangible fixed assets at rates calculated to write off the cost on a straight-line basis over their expected useful economic lives as follows:

Plant and machinery	over 3 to 20 years
Fixtures and fittings - Park Families	25 % reducing balance
Office equipment, computer equipment and motor vehicles	over 3 to 5 years

Freehold and long leasehold

Depreciation is provided on buildings on a straight line basis over 5-50 years. The long leasehold premium is amortised over the length of 50 years. No depreciation is charged on freehold land.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

2. ACCOUNTING POLICIES - continued

Depreciation of housing properties

Housing land and property acquired before 2019 is split between land and property. Housing land and property acquired since 2019 will be split between land, structure and other major components that are expected to require replacement over time with substantially different economic lives.

Depreciation charged on Housing property acquired prior to 2019 is depreciated based on the cost of the property as a whole. Housing property acquired after 2019 will be split between the structure and the major components which will require periodic replacement. The cost of any replacements or restorations to the major components are capitalised and depreciated over the determined average useful economic life on a straight line basis as follows:

Description	Useful economic life (years)
Structure	100
Roofs	70
Kitchens	20
Bathrooms	30
Boilers	10-15
Central heating	30
Windows	30
Lifts	20

Land is not depreciated on account of its indefinite useful economic life.

Depreciation methods, useful lives and residual values are reviewed if there is an indication of a significant change since the last reporting date in the pattern by which the group expects to consume an asset's future economic benefit.

Donated assets and services

When assets are donated to the charity, the value of the donation forms the deemed cost of the asset to the group. Similarly any assets acquired from another charity are valued in the group accounts at fair value which forms the deemed cost to the group.

Impairment

Assets that no longer provide a service value to the group are written down to residual value or otherwise impaired.

Stocks

Stocks consists of catering items. Stocks are valued at the lower of cost and net realisable value.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees. Designated funds are unrestricted funds that have been set aside by the trustees for particular purposes. Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Where funds are provided for the purchase of fixed assets or fixed assets are donated and there is a restriction on the charity's entitlement to the full sale proceeds, those assets are held in restricted funds to the extent of the restriction and amortised over the economic life of those assets.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Financial instruments

Debtors and creditors

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 in the income statement in other operating expenses.

Operating leases

Rentals applicable to operating leases are charged to the Statement of Financial Activities over the period in which the cost is incurred.

Defined benefit pension scheme

YMCA Fairthorne Group participated in a multi-employer defined benefit pension plan for employees of YMCAs in England, Scotland and Wales, which was closed to new members and accruals on 30 April 2007. Due to insufficient information, the plan's actuary has advised that it is not possible to separately identify the assets and liabilities relating to YMCA Fairthorne Group. As described in note 23 YMCA Fairthorne Group has a contractual obligation to make pension deficit payments of £43,030 pa over the period to April 2029 (2021: £43,030 pa), accordingly this is shown as a liability in these accounts.

YMCA FAIRTHORNE GROUP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

3. DONATIONS AND LEGACIES

	Year ended 30/4/22	Period 1/1/20 to 30/4/21
	£'000	£'000
Donations	323	53

Total income from donations from the group was £323k (2021: £53k), of which £303k (2021: £37k) was unrestricted and £20k (2021: £16k) was restricted. This includes £309k of assets gifted on acquisition of Park Families Limited.

4. INCOME FROM CHARITABLE ACTIVITIES

	Fees £'000	Statutory Income £'000	Trusts & Foundations £'000	Other income £'000	Total £'000
Early Years Programmes	3,300	2,707	-	-	6,007
Children & Group Programmes	1,133	61	70	-	1,264
Housing & Accommodation Based Programmes	389	563	-	2	954
Youth Programme	27	12	-	-	39
Family & Community Programmes	433	12	5	7	457
YMCA Fairthorne Housing	1,260	25	18	-	1,303
Park Families	371	22	-	1	394
Year ended 30/4/22	6,913	3,402	93	10	10,418
Period 1/1/20 to 30/4/21	6,445	5,998	287	-	12,730
	Period 1/1/20 to 30/4/21 £'000				
Early Years Programmes	7,881				
Children & Group Programmes	1,245				
Housing & Accommodation Based Programmes	1,461				
Youth Programme	63				
Family & Community Programmes	266				
YMCA Fairthorne Housing	1,814				
	<u>12,730</u>				

Total income from charitable activities was £10,418k (2021:£12,730k) of which £10,289k (2021:£12,630k) is unrestricted and £129k (2021:£100k) is restricted.

YMCA FAIRTHORNE GROUP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

	Year ended 30/4/22	Period 1/1/20 to 30/4/21
Government grants		
Included within charitable income are the following grants:	£'000	£'000
HM Revenue and Customs - CJRS & Kickstart	469	1,589
COVID grants have been received by the following bodies:		
Hampshire County Council	-	6
Southampton City Council	-	116
Test Valley Borough Council	-	10
Winchester City Council	-	36
Portsmouth City Council	-	15
Gosport Borough Council	-	2
Isle of Wight Council	-	52
Other grants received:		
Basingstoke & Deane Borough Council	-	8
Hampshire County Council	9	4
Isle of Wight Council	27	15
Portsmouth City Council	17	6
Southampton City Council	10	-
OFGEM	35	54
	<u>567</u>	<u>1,913</u>

5. OTHER INCOME

	Year ended 30/4/22 £'000	Period 1/1/20 to 30/4/21 £'000
Profit on disposal of fixed assets	225	-
	<u>225</u>	<u>-</u>

During the year, properties in Southampton and on the Isle of Wight were disposed of generating a profit of £225k (2021: £nil).

6. CHARITABLE ACTIVITIES COSTS

	Staff Costs £'000	Other direct costs £'000	Depreciation £'000	Support costs £'000	Total £'000
Early Years Programmes	4,299	1,259	134	1,043	6,735
Children & Group Programmes	766	329	67	166	1,328
Housing & Accommodation Based Programmes	373	452	12	-	837
Youth Programme	26	12	6	227	271
Family & Community Programmes	222	248	32	75	577
YMCA Fairthorne Housing	268	1,036	45	-	1,349
Park Families	424	209	9	-	642
Year ended 30/4/22	<u>6,378</u>	<u>3,545</u>	<u>305</u>	<u>1,511</u>	<u>11,739</u>
Period 1/1/20 to 30/4/21	<u>6,942</u>	<u>3,726</u>	<u>396</u>	<u>2,018</u>	<u>13,082</u>
	Period 1/1/20 to 30/4/21 £'000				
Early Years Programmes	8,348				
Children & Group Programmes	1,488				
Housing & Accommodation Based Programmes	1,048				
Youth Programme	261				
Family & Community Programmes	286				
YMCA Fairthorne Housing	1,651				
	<u>13,082</u>				

Total expenditure from charitable activities was £11,739k (2021:£13,082k) of which £11,596k (2021:£12,929k) is unrestricted and £143k. (2021:£153k) is restricted.

YMCA FAIRTHORNE GROUP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

7. SUPPORT COSTS

	Staff costs £'000	Depreciation £'000	Governance costs £'000	Other indirect costs £'000	Total £'000
Early Years Programmes	746	16	63	218	1,043
Children & Group Programmes	119	3	9	35	166
Youth Programme	162	4	14	47	227
Family & Community Programmes	54	1	5	15	75
YMCA Fairthorne Housing	-	-	-	-	0
Year ended 30/4/22	1,081	24	91	315	1,511
Period 1/1/20 to 30/4/21	1,697	52	90	179	2,018

	Period 1/1/20 to 30/4/21 £'000
Early Years Programmes	1,453
Children & Group Programmes	262
Housing & Accommodation based Programmes	20
Youth Programme	222
Family & Community Programmes	61
	2,018

Support costs have been apportioned against charitable activities shown in note 6 in proportion to income in note 4 to reflect the proportion of time supporting statutory and trustee matters.

8. GOVERNANCE COSTS

	Group 2022	Charity 2022	Group 2021	Charity 2021
	Year ended 30/04/2022 £'000	Year ended 30/04/2022 £'000	Period 1/1/20 to 30/4/21 £'000	Period 1/1/20 to 30/4/21 £'000
Audit and accountancy fees	38	25	29	24
Affiliation fee	48	42	53	49
Trustees indemnity insurance	5	5	8	8
	91	72	90	81

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging /(crediting):

	Year ended 30/4/22 £'000	Period 1/1/20 to 30/4/21 £'000
Depreciation - owned assets	329	449
Surplus on disposal of fixed asset (see note 5)	225	-
Hire of vehicles and equipment	80	78
Property rental	224	319
Auditors' remuneration - audit fee	25	19
Auditors' remuneration - other services	13	10
	<u>329</u>	<u>449</u>

The above figures are the audit and other services for all trading entities in the group.

10. TRUSTEE REMUNERATION AND BENEFITS

No trustee received any remuneration in the period. Trustees indemnity insurance of £5k (2021: £8k) was paid in the period. No expenses were reimbursed to any trustees in either the current year or prior period.

11. STAFF COSTS

	Year ended 30/4/22 £'000	Period 1/1/20 to 30/4/21 £'000
Wages and salaries	6,770	7,700
Social security costs	483	532
Pension costs	206	407
	<u>7,459</u>	<u>8,639</u>

The average number of employees during the period was as follows:

	Year ended 30/4/22	Period 1/1/20 to 30/4/21
Charitable activities	374	339
Support staff	35	43
Housing, support and care	10	10
	<u>419</u>	<u>392</u>

The number of employees whose benefits (excluding employer pension costs) exceeded £60,000 for the period was :

	Year ended 30/4/22	Period 1/1/20 to 30/4/21
£60,001-£70,000	1	1
£70,001-£80,000	1	5
£100,001-£110,000	1	1
£130,001-£140,000	-	1

Pension contributions payable for the above employees for the year were £11k (2021: £30k).

Key management personnel of the group include Trustees, Directors of the subsidiaries and the senior management team. The total employee benefits to the key management personnel for the year were £477k (2021: £675k).

During the year, termination payments totalling £21k (2021: £90k) were made to 8 (2021: 16) employees.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

12. COMPARATIVE FOR THE STATEMENT OF FINANCIAL ACTIVITY - 2021

	Unrestricted Funds £'000	Restricted Funds £'000	Total Funds £'000
INCOME AND ENDOWMENTS FROM			
Donations and legacies	37	16	53
Charitable activities			
Early Years Programmes	7,781	100	7,881
Children & Group Programmes	1,245	-	1,245
Housing & Accommodation Based Programmes	1,461	-	1,461
Youth Programme	63	-	63
Family & Community Programmes	266	-	266
YMCA Fairthorne Housing	1,814	-	1,814
	<hr/>	<hr/>	<hr/>
Total	12,667	116	12,783
EXPENDITURE ON			
Charitable activities			
Early Years Programmes	8,195	153	8,348
Children & Group Programmes	1,488	-	1,488
Housing & Accommodation Based Programmes	1,048	-	1,048
Youth Programme	261	-	261
Family & Community Programmes	286	-	286
YMCA Fairthorne Housing	1,651	-	1,651
	<hr/>	<hr/>	<hr/>
Total	12,929	153	13,082
NET INCOME / (EXPENDITURE)	(262)	(37)	(299)
Other recognised gains/(losses)			
Gains/(losses) on revaluation of fixed assets	(400)	(235)	(635)
	<hr/>	<hr/>	<hr/>
NET MOVEMENT IN FUNDS	(662)	(272)	(934)
RECONCILIATION OF FUNDS			
Total funds brought forward	8,877	2,480	11,357
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD	<u>8,215</u>	<u>2,208</u>	<u>10,423</u>

YMCA FAIRTHORNE GROUP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

13. TANGIBLE FIXED ASSETS

GROUP

	Freehold property £'000	Leasehold property £'000	Plant and machinery £'000	Computer equipment £'000	Totals £'000
COST					
At 1 May 2021	18,482	-	1,485	348	20,315
Additions	95	575	117	27	814
Disposals	(891)	-	(14)	(10)	(915)
At 30 April 2022	<u>17,686</u>	<u>575</u>	<u>1,588</u>	<u>365</u>	<u>20,214</u>
DEPRECIATION					
At 1 May 2021	2,367	-	1,048	298	3,713
Charge for the period	208	8	87	26	329
Disposals	(105)	-	(4)	(10)	(119)
At 30 April 2022	<u>2,470</u>	<u>8</u>	<u>1,131</u>	<u>314</u>	<u>3,923</u>
NET BOOK VALUE					
At 30 April 2022	<u>15,216</u>	<u>567</u>	<u>457</u>	<u>51</u>	<u>16,291</u>
At 30 April 2021	<u>16,115</u>	<u>-</u>	<u>437</u>	<u>50</u>	<u>16,602</u>

The value of land included in freehold properties that is not subject to depreciation is £5,337k (2021:£9,125k) for the group.

CHARITY

	Freehold property £'000	Plant and machinery £'000	Computer equipment £'000	Totals £'000
COST				
At 1 May 2021	13,107	1,471	348	14,926
Additions	13	110	27	150
Disposals	(891)	(14)	(10)	(915)
At 30 April 2022	<u>12,229</u>	<u>1,567</u>	<u>365</u>	<u>14,161</u>
DEPRECIATION				
At 1 May 2021	2,280	1,037	298	3,615
Charge for the period	181	84	26	291
Disposals	(105)	(4)	(10)	(119)
At 30 April 2022	<u>2,356</u>	<u>1,117</u>	<u>314</u>	<u>3,787</u>
NET BOOK VALUE				
At 30 April 2022	<u>9,873</u>	<u>450</u>	<u>51</u>	<u>10,374</u>
At 30 April 2021	<u>10,827</u>	<u>434</u>	<u>50</u>	<u>11,311</u>

The value of land included in freehold properties that is not subject to depreciation is £2,481k (2021: £5,109k) for the charity.

YMCA FAIRTHORNE GROUP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

14. DEBTORS

	Group 2022 £'000	Charity 2022 £'000	Group 2021 £'000	Charity 2021 £'000
Trade debtors	695	555	384	215
Other debtors	25	21	25	24
Prepayments and accrued income	389	344	252	226
Amounts owed from group undertakings	-	320	-	-
	<u>1,109</u>	<u>1,240</u>	<u>661</u>	<u>465</u>

Trade debtors are expressed net of bad debt provisions totalling £341k for the group (2021: £366k) and £134k for the charity (2021: £129k).

15. CREDITORS: AMOUNTS DUE WITHIN ONE YEAR

	Group 2022 £'000	Charity 2022 £'000	Group 2021 £'000	Charity 2021 £'000
Bank loans and overdrafts	6,568	3,973	412	252
Trade creditors	435	349	414	381
Tax and social security	343	224	86	86
Other creditors	19	2	1	-
Accruals	325	229	310	280
Deferred income (note 16)	1,634	1,500	1,046	1,039
Amounts owed to group undertakings	-	623	-	693
	<u>9,324</u>	<u>6,900</u>	<u>2,269</u>	<u>2,731</u>

16. DEFERRED INCOME - GROUP AND CHARITY

	Group 2022 £'000	Charity 2022 £'000	Group 2021 £'000	Charity 2021 £'000
Balance at start of period	1,046	1,039	525	525
Amounts released to income	(1,046)	(1,039)	(525)	(525)
Amounts deferred in period	<u>1,634</u>	<u>1,500</u>	<u>1,046</u>	<u>1,039</u>
Balance at end of period	<u>1,634</u>	<u>1,500</u>	<u>1,046</u>	<u>1,039</u>

Deferred income comprises advanced fees paid for programmes and nursery places together with the future performance related elements of contracts and grants.

17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group 2022 £'000	Charity 2022 £'000	Group 2021 £'000	Charity 2021 £'000
Bank loan	<u>36</u>	<u>-</u>	<u>6,525</u>	<u>3,974</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

18. BANK LOAN

The bank loans and overdraft facilities are secured over the group's freehold property.

The loans of the charity and fellow group companies are secured on the assets of YMCA Fairthorne Group and its subsidiaries via a bank cross guarantee.

The charity has a £4,500k loan facility, from which £4,350k was drawn down in 2017 and £150k was drawn down in January 2018.

This loan is due to be repaid 5 years after the date of its first draw down. Repayments are being made based on a 19 year repayment profile. Interest accrues on the loan at a rate of 1.99% above the Bank of England base rate.

During 2018, YMCA Fairthorne Housing took out a long term loan for £2,870k; the full amount being drawn down.

This loan is due to be repaid 5 years after the date of draw down. Repayments are being made based on a 20 year repayment profile. Interest accrues on the loan at a rate of 1.99% above the Bank of England base rate.

During both the current and prior period, the bank allowed for capital repayment holidays. No capital repayments were made between October 2021 and March 2022 as a result. Repayments recommenced April 2022 in line with the original loan agreement's agreed repayment plan. Interest was calculated on outstanding balances and paid via the respective bank accounts.

The Trustees acknowledge the significant increase in creditors falling due within one year compared to the year ending April 21 accounts. The increase is as a result of the reclassification of both the Barclay's loans, as the terms of the loans are due for renewal in March 2023. Conversations regarding renewal of the loans have already begun, the trustees fully intend to renew the terms of the loans and believe the going concern of the organisation is not impacted by the renewal.

An analysis of the maturity of the bank loans is given below:

	Group 2022 £'000	Charity 2022 £'000	Group 2021 £'000	Charity 2021 £'000
Amounts falling due within one year	6,568	3,973	412	252
Amounts falling due between one and two years	36	-	6,525	3,974
	<u><u>6,604</u></u>	<u><u>3,973</u></u>	<u><u>6,937</u></u>	<u><u>4,226</u></u>

YMCA FAIRTHORNE GROUP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

19. MOVEMENT IN FUNDS

GROUP

	At 1 May 2021 £'000	Income £'000	Expenditure £'000	Transfers between funds £'000	At 30 April 2022 £'000
Unrestricted					
General Fund	8,597	10,837	(11,639)	436	8,231
Pension Fund	(382)	-	43	-	(339)
	<u>8,215</u>	<u>10,837</u>	<u>(11,596)</u>	<u>436</u>	<u>7,892</u>
Restricted funds					
Restricted Fund	2,208	129	(143)	(436)	1,758
	<u>2,208</u>	<u>129</u>	<u>(143)</u>	<u>(436)</u>	<u>1,758</u>
TOTAL FUNDS	<u><u>10,423</u></u>	<u><u>10,966</u></u>	<u><u>(11,739)</u></u>	<u><u>-</u></u>	<u><u>9,650</u></u>

General income of £10,837k in the current year includes £289k (2021: £nil) of income following the acquisition of Park Families Limited. £20k (2021: £nil) of the income was restricted.

CHARITY

	At 1 May 2021 £'000	Income £'000	Expenditure £'000	Transfers between funds £'000	At 30 April 2022 £'000
Unrestricted					
General Fund	4,704	8,848	(9,648)	436	4,340
Pension Fund	(382)	-	43	-	(339)
	<u>4,322</u>	<u>8,848</u>	<u>(9,605)</u>	<u>436</u>	<u>4,001</u>
Restricted funds					
Restricted Fund	2,208	109	(143)	(436)	1,738
	<u>2,208</u>	<u>109</u>	<u>(143)</u>	<u>(436)</u>	<u>1,738</u>
TOTAL FUNDS	<u><u>6,530</u></u>	<u><u>8,957</u></u>	<u><u>(9,748)</u></u>	<u><u>-</u></u>	<u><u>5,739</u></u>

Comparatives

GROUP

	At 1 January 2020 £'000	Income £'000	Expenditure £'000	At 30 April 2021 £'000
Unrestricted				
General fund	9,160	12,667	(13,230)	8,597
Pension Fund	(283)	-	(99)	(382)
	<u>8,877</u>	<u>12,667</u>	<u>(13,329)</u>	<u>8,215</u>
Restricted funds				
Restricted fund	2,480	116	(388)	2,208
	<u>2,480</u>	<u>116</u>	<u>(388)</u>	<u>2,208</u>
TOTAL FUNDS	<u><u>11,357</u></u>	<u><u>12,783</u></u>	<u><u>(13,717)</u></u>	<u><u>10,423</u></u>

CHARITY

	At 1 January 2020 £'000	Income £'000	Expenditure £'000	At 30 April 2021 £'000
Unrestricted				
General fund	5,458	10,894	(11,648)	4,704
Pension Fund	(283)	-	(99)	(382)
	<u>5,175</u>	<u>10,894</u>	<u>(11,747)</u>	<u>4,322</u>
Restricted funds				
Restricted fund	2,451	75	(318)	2,208
	<u>2,451</u>	<u>75</u>	<u>(318)</u>	<u>2,208</u>
TOTAL FUNDS	<u><u>7,626</u></u>	<u><u>10,969</u></u>	<u><u>(12,065)</u></u>	<u><u>6,530</u></u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

20. RESTRICTED FUNDS - GROUP AND CHARITY

	At 1 May 2021 £'000	Income £'000	Expenditure £'000	Transfers between funds	At 30 April 2022 £'000
YMCA Southampton	509	-	(14)	(132)	363
YMCA Isle of Wight	308	-	(4)	(304)	0
Winchester House	347	-	(5)	-	342
Hampshire Community Foundation	273	-	(3)	-	270
Andover House	700	-	(12)	-	688
Other Restricted	71	109	(105)	-	75
	<u>2,208</u>	<u>109</u>	<u>(143)</u>	<u>(436)</u>	<u>1,737</u>
Charity Total					
Park Families	-	20	-	-	20
	<u>2,208</u>	<u>129</u>	<u>(143)</u>	<u>(436)</u>	<u>1,757</u>
		At 1 January 2020 £'000	Income £'000	Expenditure £'000	At 30 April 2021 £'000
YMCA Southampton		513	-	(4)	509
YMCA Isle of Wight		318	-	(10)	308
Winchester House		582	-	(235)	347
Hampshire Community Foundation		279	-	(6)	273
Andover House		715	-	(15)	700
Other restricted		44	75	(48)	71
		<u>2,451</u>	<u>75</u>	<u>(318)</u>	<u>2,208</u>
Charity Total					
YMCA Fairthorne Housing:					
Land aid		31	31	(62)	-
Other restricted		(2)	10	(8)	-
		<u>29</u>	<u>41</u>	<u>(70)</u>	<u>-</u>
Group Total		<u>2,480</u>	<u>116</u>	<u>(388)</u>	<u>2,208</u>

The restricted funds that have been received and expended in the period comprise:

Restricted funds

YMCA Southampton:
Empty Property Grant

YMCA Isle of Wight:
Empty Property Grant

Winchester House

Hampshire Community Foundation

Andover House

Nature of fund

Social housing provision at George Williams House and Kimber House. One unit of Kimber House was sold during the year.

Social housing provision at Albany View. The three properties at Albany View were all disposed of during the year.

Property with restriction on disposal

Newtown Youth Centre Grant

Property with restriction on disposal

YMCA FAIRTHORNE GROUP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

21. ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS

Fund balances at 30 April 2022

	Unrestricted Funds £'000	Restricted Funds £'000	Total Funds £'000
Group			
Tangible fixed assets	14,674	1,617	16,291
Current assets	2,983	75	3,058
Current liabilities	(9,324)	-	(9,324)
Long term liabilities	(36)	-	(36)
Pension scheme liability	(339)	-	(339)
	<u>7,958</u>	<u>1,692</u>	<u>9,650</u>

Charity

Tangible fixed assets	8,757	1,617	10,374
Current assets	2,529	75	2,604
Current liabilities	(6,900)	-	(6,900)
Long term liabilities	-	-	-
Pension scheme liability	(339)	-	(339)
	<u>4,047</u>	<u>1,692</u>	<u>5,739</u>

Fund balances at 30 April 2021

	Unrestricted Funds £'000	Restricted Funds £'000	Total Funds £'000
Group			
Tangible fixed assets	14,465	2,137	16,602
Current assets	2,926	71	2,997
Current liabilities	(2,269)	-	(2,269)
Long term liabilities	(6,525)	-	(6,525)
Pension scheme liability	(382)	-	(382)
	<u>8,215</u>	<u>2,208</u>	<u>10,423</u>

Charity

Tangible fixed assets	9,174	2,137	11,311
Current assets	2,235	71	2,306
Current liabilities	(2,731)	-	(2,731)
Long term liabilities	(3,974)	-	(3,974)
Pension scheme liability	(382)	-	(382)
	<u>4,322</u>	<u>2,208</u>	<u>6,530</u>

YMCA FAIRTHORNE GROUP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022

22. COMMITMENTS UNDER OPERATING LEASES

	2022 £'000	2021 £'000
GROUP		
Operating leases which expire:		
Within one year	328	236
In two to five years	909	692
Over five years	2,273	2,421
	3,510	3,349
CHARITY		
Operating leases which expire:		
Within one year	304	236
In two to five years	909	692
Over five years	2,273	2,421
	3,486	3,349

23. EMPLOYEE BENEFIT OBLIGATIONS

YMCA Fairthorne Group participated in a contributory pension plan providing defined benefits based on final pensionable pay for employees of YMCAs in England, Scotland and Wales. The assets of the YMCA Pension Plan are held separately from those of YMCA Fairthorne Group and at the year-end these were invested in the Mercer Dynamic De-risking Solution, 37% matching portfolio and Schroder (property units only).

The most recent completed three year valuation was as at 1 May 2020. The assumptions used which have the most significant effect on the results of the valuation are those relating to the assumed rates of return on assets held before and after retirement of 2.59% and 1.09% respectively, the increase in pensions in payment of 2.99% (for RPI capped at 5% p.a.), and the average life expectancy from normal retirement age (of 65) for a current male pensioner of 22.0 years, female 24.4 years, and 23.7 years for a male pensioner, female 26.1 years, retiring in 20 years' time. The result of the valuation showed that the actuarial value of the assets was £146.1m, which represented 79% of the benefits that had accrued to members.

The plan's actuary has advised that it is not possible to separately identify the assets and liabilities relating to YMCA Fairthorne Group and accordingly the pension deficit is not shown on the balance sheet.

The Pension Plan was closed to new members and future service accrual with effect from 30 April 2007. With the removal of the salary linkage for benefits, all employed deferred members became deferred members as from 1 May 2011.

The valuation prepared as at 1 May 2020 showed that the YMCA Pension Plan had a deficit of £39 million. YMCA Fairthorne Group has been advised that it will need to make monthly contributions of £3,586 from 1 May 2022. This amount is based on the current actuarial assumptions (as outlined above) and may vary in the future as a result of actual performance of the Pension Plan. Agreed future deficit contributions have been discounted using a rate of 3% (2021: 3%). The current recovery period is 7 years commencing 1 May 2022.

	Within 1 year £'000	1 to 2 years £'000	2 to 5 years £'000	After 5 years £'000	Total £'000
30 April 2022	44	46	145	104	340
30 April 2021	43	44	141	154	382

In addition, YMCA Fairthorne Group may have over time, liabilities in the event of the non-payment by other participating YMCAs of their share of the YMCA Pension Plan's deficit. It is not possible currently to quantify the potential amount that YMCA Fairthorne Group may be called upon to pay in the future.

24. CONTINGENT LIABILITIES

Note 13 to the financial statements includes a property which is subject to a contingent payment on sale. In the unlikely event that the property was sold, at its most recent obtained valuation of £870k, an amount of £348k (representing 40%) of the sale proceeds would be payable to the Girls' Friendly Society. No liability has been recognised in the financial statements as YMCA Fairthorne Group has no immediate plans to sell the property. This liability remains at 40% up until 2024; thereafter there would be no amount to pay.

YMCA FAIRTHORNE GROUP

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2022**

25. RELATED PARTY DISCLOSURES

YMCA Fairthorne Group has two subsidiaries, YMCA Fairthorne Housing, Park Families Limited and a linked charity, Newtown Youth Centre Charity.

YMCA Fairthorne Housing

During the year YMCA Fairthorne Group received management charges of £511k (2021: £649k) from YMCA Fairthorne Housing. YMCA Fairthorne Housing also paid £268k (2021: £301k) for staff employed by YMCA Fairthorne Group. In addition to these transactions, YMCA Fairthorne Housing uses the bank accounts of YMCA Fairthorne Group for treasury management purposes. At 30 April 2022 the balance on the intragroup account due to YMCA Fairthorne Housing was £623k (2021: £693k).

Park Families Limited

At 30 April 2022 the balance on the intragroup account due from Park Families Limited was £320k. Park Families was not a related party at 30 April 2021.

26. POST BALANCE SHEET EVENTS

A sale of one of our freehold properties has been completed post year end at a sale price of £445k, no year end impairment is necessary.

27. SUBSIDIARY COMPANIES

The Charity controls a subsidiary undertaking, YMCA Fairthorne Housing, Charity number 1146415, a company limited by guarantee without share capital and with a status of a provider of social housing (registered social number: 4875).

During the year, the Charity acquired an additional subsidiary undertaking, Park Families Limited, Charity number 1105043, a company limited by guarantee without share capital. The date of acquisition of Park Families Limited was 20 September 2021 and at that date the company had net assets totalling £309k.

YMCA Fairthorne Group is the sole trustee of Newtown Youth Centre (charity number 1090981-1).

The Newtown Youth Centre charity did not trade in the current or preceding period.

The registered office of all subsidiaries is Fairthorne Manor, Botley Road, Curbridge, Southampton, Hampshire, SO30 2GH.

	YMCA Fairthorne Housing 01/05/2021 - 30/04/2022 2022 £'000	YMCA Fairthorne Housing 01/01/2020 - 30/04/2021 2021 £'000	Park Families Limited 01/10/2021 - 30/04/2022 2022 £'000
Turnover	1,306	1,814	394
Gross profit	1,306	1,814	394
Administrative expenses / resources expended	(1,349)	(1,651)	(642)
Surplus / (deficit) for the period	<u>(43)</u>	<u>163</u>	<u>(248)</u>

The aggregate of the assets, liabilities and funds was:

	YMCA Fairthorne Housing 2022 £'000	YMCA Fairthorne Housing 2021 £'000	Park Families Limited 2022 £'000
Assets	6,537	6,676	778
Liabilities	(2,685)	(2,781)	(718)
	<u>3,852</u>	<u>3,895</u>	<u>60</u>