

Company number: 2444520
Charity number: 802872
Charity No. Scotland SC042607

The Movement For Non-Mobile Children (Whizz-Kidz)

Report and Financial Statements

31 December 2013

sayer vincent

auditors and advisors

The Movement For Non-Mobile Children (Whizz-Kidz)

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For the year ended 31 December 2013

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The Movement For Non-Mobile Children (Whizz-Kidz)

Reference and administrative details

For the year ended 31 December 2013

Status	The organisation is a charitable company limited by guarantee, incorporated on 20 November 1989 and registered as a charity on 17 April 1990.	
Governing document	The company was established under a memorandum of association which established the objects and powers of the charitable company and is governed under its articles of association. These were amended on 16 April 1999, 24 July 2001, 22 March 2004, and 15 September 2009.	
Company number	2444520	
Charity number	802872 SC042607	(England & Wales) (Scotland)
Registered office and operational address	4th Floor Portland House Bressenden Place LONDON SW1E 5BH	
Honorary officer	Sir David Reid	Chair
Principal staff	Ruth Owen	Chief Executive
Bankers	The Royal Bank of Scotland 119/121 Victoria Street London SW1E 6RA	HSBC Bank plc 92 Kensington High Street London W8 4SH
Solicitors	Taylor Wessing LLP 5 New Street Square London EC4A 3TW	
Auditors	Sayer Vincent LLP Chartered Accountants Statutory Auditors 8 Angel Gate City Road London EC1V 2SJ	

The Movement For Non-Mobile Children (Whizz-Kidz)

Report of the trustees

For the year ended 31 December 2013

Strategic Report

Achievements & Performance

In 2013 Whizz-Kidz reached unprecedented numbers of disabled children and young people, with almost 4,000 benefitting from our equipment and services. We gave around 1,700 young people the freedom to achieve their goals by supporting them with life-changing mobility equipment. But our young ambassadors tell us that having the right wheelchair is just the start, and I'm incredibly proud that our journey doesn't end there. We are now also giving huge numbers of young people valuable life skills, with opportunities to make the most of active childhoods and the chance to build successful futures. Over 2,700 benefitted from our clubs, camps, training courses and work placements in the last year alone. This is a wonderful achievement and I'm very grateful to the staff, volunteers, partners and supporters who have helped transform the lives of so many.

However, we know that there are even greater numbers to reach, with around 70,000 disabled children and young people still waiting for the right wheelchair to enable them to lead active lives. That's why we remain focussed on reforming NHS wheelchair services. We seek real, long term change in order to reach our goal. Our lobbying efforts continue apace and influential voices at the highest levels of government and the NHS have committed to helping us on our mission. We are working tirelessly to reduce inequities in the system, and give disabled children across the UK the best chance of a bright future.

Our efficiency and impact on better health outcomes for disabled children positions us as leaders in our field and we've beaten our target of delivering our innovative 'Child in a Chair in a Day' model in 70% of routine cases – with an average of 72% of disabled children receiving their new mobility on the day of assessment.

We also cemented our reputation as innovators when we launched the new Whizz-Kidz smartphone app. This new mobile app offers another way for young disabled people to access our services and puts them firmly in control of their own healthcare.

We now have the largest network of young disabled people in the UK, with around 1,600 young ambassadors in our ever-expanding family and attending ambassador clubs, residential camps or taking part in wheelchair skills training. We've forged links with around 70 companies who offer work placements and skills training to our young people, helping us give them the best chance of gaining future employment.

Our achievements are only possible with the continued backing of our corporate partners, trusts, lottery and individuals up and down the country who enthusiastically fundraise for us, participate in events, and give us the donations that amount to a huge difference. Once again we were inspired by the dedication of our London Marathon runners who made a combined contribution of £1.2m to Whizz-Kidz – an outstanding achievement. Other highlights in 2013 included the inaugural Ride London cycling event, and a very special 'Generation Inspired' Lands End to John O Groat's cycle ride, undertaken by supporters and staff, which raised an enormous £200,000 to fund adapted trikes.

The inspirational gold medallist Paralympian wheelchair racer Hannah Cockroft OBE officially joined us as a patron and the face of our 'Generation Inspired' campaign. Her first initiative was to help us reach MPs and other decision-makers to tell them about young disabled people's wishes for the legacy of the Paralympics. Hannah received her first sports wheelchair from Whizz-Kidz in 2007 and we're proud of the part we played in setting her on the path to sporting gold.

On behalf of the Trustees, I would like to thank all of the team, the supporters and the growing numbers of young ambassadors who make freedom possible for disabled children and young people. I would additionally like to thank all of our corporate partners who have contributed invaluable pro bono services and expertise. We achieved a great deal in 2013 and together we can make an even bigger difference and improve the lives of many more in 2014.

Financial Review

Total incoming resources at £7.5m are in line with the previous year levels but less than planned due to delays in the launch of the anticipated Any Qualified Provider model for NHS wheelchair provision.

The Movement For Non-Mobile Children (Whizz-Kidz)

Report of the trustees

For the year ended 31 December 2013

Income from ITV's Text Santa of £0.9m helped offset a reduction in NHS income of a similar amount. Marathons and other events continue to be an important source of unrestricted income contributing £1.4m in the year, with the Big Lottery Fund also continuing as the main source of statutory income for our value added Young People's Services.

Total reported expenditure of £7.4m is £0.1m higher than the previous year with £1.4m (+£0.2m) spent in the delivery of our Young People's Services providing valuable life skills to our children and young people. Pro bono expenditure also increased £0.1m from prior year levels due mainly to JC Decaux billboard advertising in the early part of the year with the creative element provided by The Red Brick Road. Spending on mobility equipment in our mainstream charity work was almost 20% higher than the previous year, but the reduction in NHS income resulted in the total reported spend of almost £2m, a reduction on both the planned and prior year levels of £2.4m.

Unrestricted funds of £0.8m at year end were £0.1m down on 2012 but the increase in restricted funds of £0.2m means the total funds position closed the year £0.1m higher.

Plans for Future Periods

In 2014 we remain steadfast in our determination to reform NHS wheelchair services so that thousands more disabled children and young people receive the service they deserve.

We will seek funding to extend our clubs, camps, training and work placements and set ourselves ambitious fundraising targets to support as many young disabled people as possible through our added value and clinical services.

We are lobbying for the introduction of a national Tariff for wheelchair services in 2015, and to that end we are implementing a plan to pilot the Tariff across a number of Clinical Commissioning Group areas in 2014. We will continue to shape government's progress on the policy around choice and competition for wheelchairs and we expect this to be introduced in 2014. We will seek to continuously improve our customer experience, using our enhanced digital capacity and innovative delivery to make it more convenient than ever to access equipment from Whizz-Kidz quickly and easily.

In 2014, we have ambitious plans to transform more lives than ever before with our life journey services. We want to extend our reach through innovation, increased numbers of volunteers delivering services across every area of the UK, and an enhanced regional structure that ensures no child misses out.

The essential growth of unrestricted income continues to be a major priority for the charity and we are setting high targets in every fundraising area to achieve this. Our primary focus will be to secure the £1m needed to maintain and extend the reach of our young people's services. We aim to diversify our events portfolio, enabling us to secure funds from new audiences, while also building sustainable corporate partnerships and benefitting from an enhanced individual giving programme.

Our dynamic lobbying strategy will continue, and we will launch a far-reaching campaign to improve transport for wheelchair users.

We seek to illustrate through our staff that we are a high performing organisation, achieving great success across all areas. This will be underpinned by a solid competency framework and shared values.

The Movement For Non-Mobile Children (Whizz-Kidz)

Report of the trustees

For the year ended 31 December 2013

Principal Risks and Uncertainties

The key risks are identified in a risk register which is presented to the Audit Committee initially and subsequently addressed at each Board meeting under governance. The risk register is regularly reviewed and updated by the Senior Management Team. It details the scope of each risk and actions taken to manage such risk. A current key risk identified is the ability to generate sufficient levels of unrestricted income to support the day to day running costs of the charity and allow the degree of flexibility required to achieve our long terms goals. Additionally in 2014 we must secure adequate income to support our value added Young People's Services currently supported by the Big Lottery.

Clinical risk is separately reviewed by the Clinical Audit Committee who meet quarterly.

Objectives and Activities

Charitable objects

The principal objects of the charity, as set out in its Memorandum and Articles are to change the lives of mobility-impaired children and young people in the UK. By providing them with the best possible mobility equipment, training and advice, the charity gives them the independence to live a life of freedom at home, at school, and at play. Whizz-Kidz also raises awareness of the importance of mobility for children through national campaigning and influencing activities.

Ensuring our work delivers our aims

We review our aims, objectives and activities each year. The review looks at what we achieved and the outcomes of our work for the previous 12 months. The review looks at the success of each key activity and the benefits they have brought to mobility impaired children and young people. This review also helps us to ensure our aim, objectives and activities remain focussed on our stated purposes. We refer to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aim and objectives and in planning our future activities. In particular the Trustees consider how the planned activities will contribute to the aims and objectives that they have set.

Objectives for 2014

1. To drive reform of NHS wheelchair provision so that the number of disabled children whose lives are transformed by the right mobility equipment is dramatically increased.
2. To extend the reach, focus and effectiveness of our young people's services so that greater numbers of young people benefit from skills, training and opportunities to fulfil their potential.
3. To grow sustainable voluntary income, through a mix of restricted and unrestricted funds, in order to achieve our goals.
4. Continue to raise our brand profile and reputation, lobbying for change and building understanding and engagement of Whizz-Kidz among key audiences.
5. Invest in and maximise on the potential of our people through the introduction of new systems and processes that drive high performance at all levels of our business.

Structure, Governance and Management

The charitable company is run by the Trustees (known as the committee of management in the constitutional documents); they are also Directors under company law. They meet regularly on a quarterly basis. The charitable company will be referred to as the "charity" in the remainder of this document.

The charity's registered name is "The Movement for Non-Mobile Children (Whizz-Kidz)" but will be referred to throughout these accounts by its working name, Whizz-Kidz.

The Movement For Non-Mobile Children (Whizz-Kidz)

Report of the trustees

For the year ended 31 December 2013

Day to day decision making is exercised by the Chief Executive, along with the senior management team, consisting of four department heads.

Whizz-Mobility CIC is a wholly owned subsidiary of Whizz-Kidz with all profits donated to Whizz-Kidz under Gift Aid. All recent NHS partnership agreements are routed through Whizz-Mobility CIC. Additional activities such as our overseas “challenge” events and any cause related marketing initiatives continue to be organised and operated by this subsidiary.

In view of our increased activity in Scotland, including the launch of several Ambassador Clubs, we registered as a charity with the Office of the Scottish Charity Regulator.

In addition, there is the Kidz Board. The Kidz Board consists of 12 young people aged 13-18 who have all benefited from having mobility equipment from the charity. Members apply and are voted on by the young people themselves. They are representatives of the charity, meet quarterly, and are actively involved in raising awareness of the charity and issues that affect them every day.

The appointment and recruitment of Trustees

The charity has developed policies and procedures in this area. New Trustees may be appointed by a decision of the existing Trustees. Before appointment, all new Trustees have an induction programme in order that they can properly undertake and fulfil their responsibilities to the charity.

Board committees

The Audit Committee reviews internal controls, the management of risk within the charity and monitors the relationship with the external auditors. As part of its remit the Audit Committee recommends the formal adoption of the financial statements to the full board of Trustees.

The Clinical Risk Committee reports to the Board on the adequacy and effectiveness of the charity’s clinical risk management processes and procedures while the Fundraising Committee provides support to the CEO and the Fundraising Director in the development and implementation of the Fundraising Strategy.

Statement of Trustees’ responsibilities

The Trustees (who are also directors of Whizz-Kidz 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 the group and of the incoming resources and application of resources, including the income and expenditure, of the group for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006 ,the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended)]. They are

The Movement For Non-Mobile Children (Whizz-Kidz)

Report of the trustees

For the year ended 31 December 2013

also responsible for safeguarding the assets of the charitable company and the group 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; and
- 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 Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Reserves Policy

Whizz-Kidz Reserves Policy allows for a Cyclical Fund with a fixed and variable element. The total Cyclical Fund is currently set at 25% of the annual net cost of staff and establishment costs. These amounted to £2.3m in 2013 thus requiring us to hold a cyclical reserve of £578,000 under this policy. This designated reserve is invested separately through a combination of fixed rate charity bonds and a designated special reserve account.

Total Unrestricted reserves at 31 December 2013 were £819,000.

The Trustees

Trustees, who are also Directors under company law, and the only members of the company, who served during the year and up to the date of this report were as follows:

David Reid	Andrew Granger
Paul Weinberger	Brendan Osborne (resigned 4/12/2013)
Hilary Cass (resigned 17/6/2013)	Adrian Pitts
Simon Burne (resigned 4/12/2013)	Peter Scott
Alison Reed	Matthew Bell
Steve John	Alastair Mathieson (appointed 17/6/2013)
Charles Fairhurst (appointed 17/6/2013)	Pamela Garside (appointed 4/12/2013)

All Trustees are required to retire at the annual general meeting and are eligible for re-election at that time. New members need to be proposed by a voting member or recommended by the Trustees. As we welcome several new Trustees to the Board, we thank those retiring in 2013 for their contribution and dedication to the charity over the years.

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up. The total number of such guarantees at 31 December 2013 was 11 (2012 – 11). The Trustees have no beneficial interest in the charity.

The Movement For Non-Mobile Children (Whizz-Kidz)

Report of the trustees

For the year ended 31 December 2013

Auditors

Sayer Vincent were re-appointed as the charity's auditors earlier in the year and have expressed their willingness to act in that capacity.

The report of the Trustees including the Strategic Report was approved by the Trustees on 25 March 2014 and signed on their behalf by

Sir David Reid, Chair

Independent auditor's report

To the members of

The Movement For Non-Mobile Children (Whizz-Kidz)

We have audited the financial statements of The Movement For Non-Mobile Children (Whizz-Kidz) for the year ended 31 December 2013 which comprise the consolidated statement of financial activities, the group and parent charitable company balance sheets, the group cashflow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members and Trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the charitable parent company's members and Trustees those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members and Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Trustees and auditors

As explained more fully in the statement of Trustees' responsibilities set out in the report of the Trustees, the Trustees (who are also the Directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditors under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. In addition, we read all the financial and non-financial information in the report of the Trustees to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 December 2013 and of the group's incoming resources and application of resources, including the group's income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

Independent auditor's report

To the members of

The Movement For Non-Mobile Children (Whizz-Kidz)

- have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the report of the Trustees, including the strategic report, for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the parent charitable company has not kept proper and adequate accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records or returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Helen Elliott (Senior statutory auditor)

4 April 2014

for and on behalf of Sayer Vincent LLP, Statutory Auditors

8 Angel Gate, City Road, LONDON EC1V 2SJ

Sayer Vincent LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

The Movement For Non-Mobile Children (Whizz-Kidz)

Consolidated statement of financial activities (incorporating an income and expenditure account)

For the year ended 31 December 2013

	Note	Restricted £'000	Unrestricted £'000	2013 Total £'000	2012 Total £'000
Incoming resources					
<i>Incoming resources from generated funds</i>					
Voluntary income	2	233	851	1,084	994
Activities for generating funds	3	4	1,755	1,759	1,820
Investment income		2		2	14
<i>Incoming resources from charitable activities</i>					
Mobility equipment, Young People and other general charitable purposes	4	3,033	1,579	4,612	4,724
Total incoming resources		3,272	4,185	7,457	7,552
Resources expended					
<i>Cost of generating funds</i>					
Fundraising	5	67	1,814	1,881	1,806
Campaigns & Awareness		97	372	469	321
Total cost of generating funds		164	2,186	2,350	2,127
Net incoming resources available for charitable application		3,108	1,999	5,107	5,425
<i>Charitable activities</i>					
Mobility equipment and maintenance		1,213	776	1,989	2,390
Mobility services		592	1,006	1,598	1,528
Young People's Services		1,090	284	1,374	1,160
<i>Governance costs</i>		4	40	44	45
Total charitable expenditure		2,899	2,106	5,005	5,123
Total resources expended	5	3,063	4,292	7,355	7,250
Net incoming/(outgoing) resources and net movement in funds	6	209	(107)	102	302
Funds at start of year		871	927	1,798	1,496
Funds at end of year		1,080	820	1,900	1,798

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 14 to the financial statements.

The Movement For Non-Mobile Children (Whizz-Kidz)

Balance sheet

Company No. 2444520

As at 31 December 2013

	Note	The group 2013 £'000	2012 £'000	The charity 2013 £'000	2012 £'000
Fixed assets					
Tangible fixed assets	9	69	107	69	107
Investments	10	-	379		379
Total fixed assets		69	486	69	486
Current assets					
Debtors	11	123	238	278	344
Short term deposits		564	184	564	184
Cash at bank and in hand		1,687	1,607	1,443	1,325
Total current assets		2,374	2,029	2,285	1,853
Creditors: Amounts falling due within one year	12	543	717	454	541
Net current assets		1,831	1,312	1,831	1,312
Net assets	13	1,900	1,798	1,900	1,798
Funds					
Restricted funds		1,080	871	1,080	871
Unrestricted funds:					
Designated funds		578	516	578	516
General funds		242	411	242	411
Total funds	14	1,900	1,798	1,900	1,798

Approved by the Trustees on 25 March 2014 and signed on their behalf by

Alison Reed
Trustee

The Movement For Non-Mobile Children (Whizz-Kidz)

Group cashflow statement

For the year ended 31 December 2013

	Notes	2013 £'000	2012 £'000
Reconciliation of net incoming / (outgoing) resources to operating cashflow			
Net Incoming resources for the year		102	302
Interest received		(2)	(14)
Depreciation charges		51	42
Decrease/(increase) in debtors		115	(154)
(Decrease)/Increase in creditors		(174)	79
		<u>92</u>	<u>255</u>
Net cash inflow from operating activities		92	255
Returns on investments			
Interest received		2	14
Capital expenditure			
Purchase of tangible fixed assets		(13)	(34)
(Purchase) of Investments		379	(217)
		<u>460</u>	<u>18</u>
Increase in cash			
Analysis of cashflow movement			
	1 January 2013 £'000	2013 Cash flows £'000	31 December 2013 £'000
Cash at bank and in hand	1,607	80	1,687
Short term deposits	184	380	564
	<u>1,791</u>	<u>460</u>	<u>2,251</u>

The Movement For Non-Mobile Children (Whizz-Kidz)

Notes to the accounts

For the year ended 31 December 2013

1. Accounting policies

- a) The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards and follow the recommendations in Statement of Recommended Practice - Accounting and Reporting by Charities (issued March 2005) and the Companies Act 2006.

Consolidated financial statements ("group accounts") have been prepared in respect of the charitable company and its wholly owned subsidiary, Whizz-Mobility CIC. The results of Whizz-Mobility CIC have been consolidated into the statement of financial activities on a line by line basis. In accordance with Section 408 of the Companies Act 2006 and paragraph 397 of SORP 2005 a separate statement of financial activities for the charity has not been presented. The charitable company will be referred to as the "charity" in the remainder of these notes to the financial statements.

Transactions and balances between the charity and its subsidiary have been eliminated from the consolidated financial statements. Balances between the two organisations are disclosed in the notes of the charity's balance sheet.

b) Voluntary income

Voluntary income is received by way of donations and gifts and is included in full in the statement of financial activities when receivable.

Accrued income represents income receivable from events and other income generating activities which have occurred by the balance sheet date.

The income from fundraising activities is shown gross, with the associated costs included in fundraising costs.

NHS income is supported by periodic invoices to our NHS partners in accordance with the terms of each agreement. Income earned from the contracts is recognised in the financial statements as entitlement is earned through completion of the contract.

c) Gifts in kind & pro bono support

The value of gifts in kind included in the statement of financial activities is estimated to be the price that the charity would have to pay in the open market for an equivalent item. Pro bono support is included at the price as costed by the supplier at current market rates.

d) Interest

Interest is accounted for on a receivable basis.

e) Revenue grants

Revenue grants are recognised in full in the statement of financial activities in the year in which they are received or are receivable, whichever is the earlier, unless they relate to a specified future period, in which case they are deferred.

f) Resources expended

Resources expended are allocated to the particular activity where the cost relates directly to that activity. They include attributable VAT, which cannot be recovered. Payroll costs and overhead costs (mainly establishment costs) which are not directly attributable to one department are re-allocated on the basis of numbers of staff and under what function they are employed.

The Movement For Non-Mobile Children (Whizz-Kidz)

Notes to the accounts

For the year ended 31 December 2013

1. Accounting policies (continued)

f) Resources expended (continued)

	2013	2012
Fundraising	32%	34%
Campaigns & Awareness	6%	5%
Mobility services	31%	38%
Young People's Services	28%	20%
Governance	3%	3%

g) Costs of mobility equipment

The costs of mobility equipment are recognised in the financial statements as soon as the order is placed as this creates a legal obligation on the charity and a constructive obligation from the point of view of the beneficiary. The average time between recognition of the liability and payment is 2 months. As mobility equipment is tailored to each child, they do not represent future economic benefit to the charity, and are therefore not capitalised as fixed assets.

h) Governance costs

Governance costs are incurred in the general running of the charity to provide the governance structure which allows the charity to operate and generate the information required for public accountability. These costs include the strategic planning process, external audit, costs relating to Trustee meetings and legal advice for Trustees. Also included is an allocation of support costs involved with supporting the governance activities.

i) Tangible fixed assets

Items of equipment are capitalised where the purchase price exceeds £500. Depreciation costs are allocated to activities on the basis of use. Depreciation is provided at rates calculated to write off the cost of each asset over its expected useful life on a straight line basis:

- Furniture & Equipment: 20-33%
- Short leasehold improvements: life of the lease

j) Investments

Investments held as fixed assets are at market value at the balance sheet date.

k) Impairment

Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

l) Operating leases (rental)

Rentals payable under operating leases, where substantially all the risks and rewards of ownership remain with the lessor, are charged to the statement of financial activities on a straight line basis over the term of the lease.

m) Restricted funds

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.

n) Unrestricted funds

Unrestricted funds can be used in accordance with the charity's objectives at the discretion of the Trustees.

The Movement For Non-Mobile Children (Whizz-Kidz)

Notes to the accounts

For the year ended 31 December 2013

1. Accounting policies (continued)

o) **Designated funds**

Designated funds are funds set aside by the Trustees out of unrestricted funds for specific future purposes or projects.

p) **Staff pension (Defined contribution pension)**

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charge represents contributions payable and the charity has no other liability under the scheme.

q) **Funds transfer**

Funds are transferred from unrestricted funds to cover deficits in restricted funds, or for specific purposes designated by the Trustees.

2. Voluntary income

	Restricted £'000	Unrestricted £'000	2013 Total £'000	2012 Total £'000
Donations	233	697	930	969
Pro bono Work	-	154	154	25
Total voluntary income	<u>233</u>	<u>851</u>	<u>1,084</u>	<u>994</u>

3. Activities for generating funds

	Restricted £'000	Unrestricted £'000	2013 £'000	2012 £'000
Marathons & other events	4	1,426	1,430	1,504
Whizz-Mobility CIC NHS adult income	-	329	329	316
Total activities for generating funds	<u>4</u>	<u>1,755</u>	<u>1,759</u>	<u>1,820</u>

The Movement For Non-Mobile Children (Whizz-Kidz)

Notes to the accounts

For the year ended 31 December 2013

4. Incoming resources from charitable activities

	Restricted £'000	Unrestricted £'000	2013 Total £'000	2012 Total £'000
Corporate:				
ITV	916	2	918	-
Blackrock	-	181	181	1
BAA Heathrow	-	128	128	38
Travis Perkins	-	70	70	122
Rockspring	-	38	38	-
Serco	25	10	35	-
RBS	4	19	23	-
Other corporate donors	10	76	86	485
Corporate total	955	524	1,479	646
Trusts:				
The ACT Foundation	109	-	109	181
BBC Children In Need	74	-	74	75
The Esmée Fairbairn Foundation	31	-	31	30
The Garfield Weston Foundation	-	-	-	25
J Paul Getty Jnr Charitable Trust	90	-	90	-
Peter Harrison Foundation	-	-	-	17
Players of People's Postcode Lottery	-	100	100	-
The City Bridge Trust	15	-	15	10
The Lord and Lady Lurgan Trust	-	-	-	1
Others for mobility equipment, therapists, camps and other charitable purposes	326	117	443	600
Trusts total	645	217	862	939
Statutory:				
Big Lottery Fund - Young Peoples Fund 2	620	-	620	702
Department for Education	226	-	226	257
Big Lottery Fund- Bright New Futures	68	-	68	-
Big Lottery Fund - Reaching Communities	240	-	240	206
DH Third Sector Investment Programme- NHS Partnerships Director	104	-	104	101
DH Third Sector Investment Programme- Man in a Van	116	-	116	104
DH Third Sector Investment Programme- Mobility App	38	-	38	-
Others for mobility equipment, therapists, camps and other charitable purposes	21	-	21	75
Statutory total	1,433	-	1,433	1,445
NHS Contracts	-	838	838	1,694
Total for mobility equipment, Young People and general charitable purposes.	<u>3,033</u>	<u>1,579</u>	<u>4,612</u>	<u>4,724</u>

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For the year ended 31 December 2013

5. Total resources expended

	Fundraising £'000	Campaigns & Awareness £'000	Mobility equipment and maintenance £'000	Mobility services £'000	Young People's Services £'000	Governance costs £'000	2013 Total £'000	2012 Total £'000
Direct costs:								
Staff Cost (Note 7)	910	212	-	1,011	622	-	2,755	2,461
Promotional & Advertising	113	179	-	22	6	-	320	326
Travel & Accomodation	58	4	-	99	169	-	330	276
Marathons & Events	332	-	-	-	-	-	332	255
Personal Assistants	-	-	-	-	120	-	120	97
Wheelchairs & Mobility Equipment	-	-	1,989	-	-	-	1,989	2,437
Other direct cost	115	11	-	120	151	-	397	362
Total Direct Cost	1,528	406	1,989	1,252	1,068	-	6,243	6,214
Support costs:								
Staff Cost (Note 7)	165	30	-	161	143	13	512	458
Rent, rates, insurance & services	93	17	-	91	80	7	288	300
Support IT Contracts	16	3	-	16	14	1	50	69
Recruitment, Training & other staff exp	41	7	-	40	36	3	127	99
Legal	7	1	-	7	6	1	22	5
Audit & other services	-	-	-	-	-	17	17	18
Bank Charges	3	-	-	3	2	-	8	5
Depreciation	16	3	-	16	15	1	51	42
Other Support Expenses	12	2	-	12	10	1	37	40
Total support cost	353	63	-	346	306	44	1,112	1,035
Total resources expended	1,881	469	1,989	1,598	1,374	44	7,355	7,250

During the year Whizz-Kidz has undergone a process of re-allocating costs into new categories. Therefore the 2012 figures have been reallocated using these new categories.

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For the year ended 31 December 2013

6. Net incoming resources for the year

This is stated after charging:

	2013	2012
	£'000	£'000
Depreciation	51	42
Trustees' remuneration	-	-
Trustees' expenses	-	-
Auditors' remuneration:		
▪ Audit	13	13
Operating lease rentals:		
▪ Property	136	136
	<u>136</u>	<u>136</u>

Trustee indemnity insurance cover is held by the charity but is included within the general cover and therefore a separate premium is not paid.

7. Staff costs and emoluments

Almost 60% of staff costs were spent on mobility services and Young People's activities being front line staff working directly with our beneficiaries.

Staff costs were as follows:

	2013	2012
	£'000	£'000
Salaries and wages	2,803	2,452
Social security costs	287	248
Pension contributions	89	82
Health Insurance	10	9
Temporary Staff	78	128
	<u>3,267</u>	<u>2,919</u>

Employees earning more than £60,000, excluding pension contributions, were as follows:

	2013	2012
	No.	No.
£60,001 - £70,000	2	-
£70,001 - £80,000	1	2
£80,001 - £90,000	1	1
£100,001 - £110,000	1	-
	<u>1</u>	<u>-</u>

The pension contributions for the employees shown above total £16,125 (2012: £11,950).

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For the year ended 31 December 2013

7. Staff costs and emoluments (continued)

The average weekly number of employees (full-time equivalent) during the year was as

	2013	2012
	No.	No.
Mobility services	27	29
Campaigns & Awareness	5	4
Young People's Services	24	16
Fundraising	28	25
Governance	0.2	0.2
	84.2	74.2

8. Taxation

The charity is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

9. Tangible fixed assets (group and charity)

	Short leasehold improvements £'000	Furniture and equipment £'000	Total £'000
COST			
At start of year	89	223	312
Additions in year	-	13	13
Disposals in year	-	(2)	(2)
At end of year	89	234	323
DEPRECIATION			
At start of year	42	163	205
Charge for the year	21	30	51
Disposals in year	-	(2)	(2)
At end of year	63	191	254
NET BOOK VALUE			
At end of year	26	43	69
At start of year	47	60	107

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For the year ended 31 December 2013

10. Investments and subsidiary undertaking

Investment	2013	2012
	£'000	£'000
Fixed Rate Bond		
At start of the year	379	162
Additions in the year at cost	-	217
Moved to short term deposits	(379)	-
Baa Bar Group PLC shares	-	-
At the end of the year at market value	-	379
Historic and donated cost at the end of the year	300	679

A 13 month fixed rate bond due to mature in January 2014. Following the year end funds have been placed on a high interest deposit account and therefore these are now disclosed within short term deposits.

The shares in Baa Bar Group PLC were donated to Whizz-Kidz on 15 December 2007. Previously these shares had been valued within the accounts at mid-market price when donated of £300,000. These shares were issued with a lock in clause which had prohibited their sale and this has now expired. As the market for these shares is extremely narrow and very illiquid and the holdings are of a significant size the true market value of these shares has become more uncertain. In these circumstances in prudence the shares were written off. Any income from these shares will now only be recognised on their successful sale.

Subsidiary undertaking

The charity controls 100% of the issued ordinary share capital of Whizz-Mobility CIC, which registered as a community interest company in October 2011 and was originally incorporated in the United Kingdom on 2 May 2001. The relevant financial information regarding Whizz-Mobility CIC is as follows:

	2013	2012
	£'000	£'000
Income	1,099	1,811
Expenditure	1,051	1,516
Operating profit	48	295
Gift aid to parent undertaking	(48)	(295)
Surplus for the Year	-	-

Aggregate capital and reserves of Whizz-Mobility CIC as at 31 December 2013 are £1. (2012: £1). The results have been consolidated on a line by line basis.

The parent charity's gross income and results for the year are as follows:

	2013	2012
	£'000	£
Gross Income	6,426	6,044
Results for the year (Surplus/(Deficit))	102	302

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For the year ended 31 December 2013

11. Debtors

	The group		The charity	
	2013 £'000	2012 £'000	2013 £'000	2012 £'000
Due from subsidiary company	-	-	195	178
Trade Debtors	40	147	-	75
Prepayments	61	59	61	59
Sundry debtors	22	32	22	32
	123	238	278	344

12. Creditors : Amounts falling due within one year

	The group		The charity	
	2013 £'000	2012 £'000	2013 £'000	2012 £'000
Trade creditors	206	220	193	162
Creditors for mobility equipment	219	363	146	263
Taxation and social security	93	91	92	74
Accruals	25	43	23	42
	543	717	454	541

13. Analysis of net assets between funds

	Restricted funds £'000	Designated funds £'000	General funds £'000	Total funds £'000
Tangible fixed assets	-	-	69	69
Current assets	1,287	578	509	2,374
Current liabilities	(207)	-	(336)	(543)
Net assets at 31 December 2013	1,080	578	242	1,900

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For the year ended 31 December 2013

14. Movements in funds

	At 1 January 2013 £'000	Incoming resources £'000	Outgoing resources £'000	Transfers £'000	At 31 December 2013 £'000
Restricted funds:					
Wheelchair purchase and mobility equipment	486	1,156	(1,216)	-	426
Mobility therapists & support services	144	723	(725)	-	142
Ambassadors and Young People	220	1,206	(950)	-	476
Wheelchair skills training	21	187	(172)	-	36
Total restricted funds	871	3,272	(3,063)	-	1,080
Unrestricted funds:					
<i>Designated funds:</i>					
Cyclical Fund	516	62	-	-	578
<i>Total designated funds</i>	516	62	-	-	578
General funds	411	4,123	(4,292)	-	242
Total unrestricted funds after unrealised losses	927	4,185	(4,292)	-	820
Total funds	1,798	7,457	(7,355)	-	1,900

Purposes of restricted funds

Purchase of wheelchairs and mobility equipment

Income carrying a restriction by the donor for the general purchase of powered and manual wheelchairs and other mobility equipment. Some restrictions are specifically linked to the location of the child. The total restricted to the purchase of mobility equipment included £916,000 from The ITV text Santa (some of which was restricted to therapists) and £109,000 from the Act Foundation

Mobility therapists & support services

The charity's funding of the Therapist Network in 2013 was partially funded via grants from the Department for Education totalling £226,000.

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For the year ended 31 December 2013

14. Movements in funds (continued)

Ambassadors and Young People

Funding received from the Big Lottery Fund to support the Ambassadors network in England. This represented year four of a five year grant to increase the number of ambassador clubs to provide social opportunities and practical support for young disabled people.

To support Ambassadors in Scotland, Wales and Northern Ireland through participation in the UK wide Fun and Friendship Programme, a three year programme funded by BBC Children in Need to help disabled young people meet friends and have a good time as independently as possible.

Wheelchair skills training

Funding received from the Big Lottery Fund - Reaching Communities and the Department for Education once again increased the number of young wheelchair users accessing these unique training courses. The scheme allows disabled children and young people to get the most out of their mobility equipment, learn vital road safety skills and to become more independent.

Purpose of designated funds

Cyclical Fund

This has been set up predominantly to assist in managing the charity's fluctuating cashflow due to the seasonality of events.

15. Operating lease commitments

The charity had annual commitments under operating leases expiring as follows:

	Property	
	2013	2012
	£'000	£'000
2 - 5 years	<u>132</u>	<u>132</u>

16. Related party transactions

One of the trustees for the charity, Andrew Granger, is a partner for Taylor Wessing LLP who acted as the charity's solicitors during the year. Taylor Wessing LLP provided advice both on a pro bono basis and at reduced fees. The overall value of the fees charged during the year at the reduced rates was £2,797 with zero balance outstanding at year end.