



## **SKYWAY CHARITY**

**Known as SkyWay**

### **REPORT AND FINANCIAL STATEMENTS**

**YEAR ENDING      31 MARCH 2021**

**Charity Number      1093239**

**Company Number      04335024 (ENGLAND AND WALES)**

The Trustees are pleased to present their annual report and audited financial statements for the year ended 31 March 2021.

**Reference and Administrative information:**

Charity Name: SkyWay Charity

Charity Registration Number: 1093239

Company Registration Number: 04335024

Registered Office and Operational Address:

Unit 2, 222 Kingsland Road  
Hackney, London  
E2 8DG

Members of the Management Committee, who are directors for the purpose of company law and trustees for the purpose of charity law, who served during the year and up to the date of this report are set out below.

**Management Committee:**

Lee, Grant	(Chair)
Barrie, Mo	(Treasurer)
Elson, Clare Elizabeth	(Vice Chair)
Paul, Nicholas Martin	
Archard, Nick	
Castle, Joseph	
Persson, Jonas	
Sokoya, Joshua Oluwatosin	
Azzopardi-Throssell, Maria Jose	(appointed 3 <sup>rd</sup> March 2021)

Secretary  
Ahmed, Noreen

**Senior Management Team:**

Ms N Roast (Chief Executive)  
Mr D Mussie (Director of Development)  
Mr M Gayle (Director of Operations)

**Auditor:**

HW Fisher LLP, Acre House, 11-15 William Road, London, NW1 3ER

**Bankers:**

CAF Bank Ltd, 25 Kings Hill Avenue, Kings Hill, West Malling Kent, ME19 4JQ  
Triodos Bank, Deanery Road, Bristol, BS1 5AS

**Solicitors:**

Slaughter and May, One Bunhill Row, London EC1Y 8YY

## **Annual Report**

### **Aims and Purposes**

In early 2020 SkyWay amended its purposes as contained within the company's Memorandum of Association by special resolution to:

*SkyWay aims to address the individual needs of disadvantaged young people aged 8-25 years old and their local community in London boroughs; enabling them to achieve personal goals, realise their potential and contribute positively to their community.*

The change, which moves SkyWay's focus from purely young people to young people and their local communities, acknowledges that our young people are strongly influenced by their experiences in the places that they grow up and the families and communities in which they are part of. Consequently to allow young people to make long lasting changes in their lives we felt we needed a wider community approach.

This aim is achieved through youth and community-led programmes, sharing the following objectives:

- Enable young people to develop communication and social skills, self-confidence and motivation to achieve goals, and the ability to cope with life's 'ups and downs'
- Empower young people to make positive health and lifestyle choices, including increasing their participation in sport and positive recreational activities
- Provide opportunities for young people to volunteer and develop transferable employability and citizenship skills, whilst raising their awareness of training and career opportunities
- Champion the needs of local young people and encourage partnership working between local community organisations, public sector service providers, policy makers, businesses and young people
- Support parents, carers and the community to become actively engaged in, and understand the everyday lives of young people
- Develop best practice and share innovation in youth work

### **Ensuring our work delivers our aims**

SkyWay reviews its aims, objectives and activities each year. This review looks at what has been achieved during the previous 12 months and considers the success of our key initiatives.

The review also helps SkyWay ensure our aims, objectives and activities remain focused on our stated purposes. SkyWay refers to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing aims and objectives, and in planning future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives they have set.

### **How do our activities deliver public benefit?**

Our main activities and those who it seeks to support are described below. All our charitable activities focus on the engagement of disadvantaged young people, their families and their local communities and are undertaken to further our charitable purposes for the public benefit.

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

Our objectives and funding allow the services we provide each year to predominantly focus on disadvantaged young people aged 8 to 25 years, and their local communities residing in Hackney, Southwark and other local boroughs.

## SKYWAY CHARITY

### **TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021**

---

#### **Young people activities:**

Young people aged 8-25 continued to be the main beneficiaries of our services in 20/21 however the way in which we delivered these services and engaged the young people was severely impacted by the Covid-19 pandemic which first took hold in the UK in early 2020.

Our activities for the year took place through a mixture of online group zoom sessions, telephone conversations and in-person activities when restrictions allowed; following Covid secure government and National Youth Agency guidelines.

When restrictions allowed, SkyWay's frontline staff team worked in youth clubs, parks, schools, housing estates and streets across Hackney and other inner-London boroughs, delivering activities, workshops, training and detached and outreach services.

The following were the key delivery locations / methods for the year:

- Online to allow for youth activities, workshops and one to ones to continue during lockdown
- The Blue Hut Youth Club in Shoreditch, Hackney
- Damilola Taylor Centre in Peckham, Southwark
- Oliver Goldsmith's School in Camberwell Southwark
- Detached work (working with young people in an area they choose to meet and working towards a shared outcome) on a number of estates in Hackney and Southwark
- Outreach work and running sessions in community venues in Hackney and Southwark

SkyWay focused its efforts on delivering activities, workshops and offering support that was flexible for the young people in a year full of challenges. Despite the disruption, activities were wide ranging, inclusive and focused on the needs of our young people whilst considering their wellbeing including concerns and worries which included isolation and loneliness, coping with bereavement, living and studying in overcrowded spaces, poor mental health, a concern around lack of technologies and real worries about their education.

In 20-21 SkyWay worked with;

- 1126 young people engaged in our youth sessions or sports
- 214 engaged through youth work sessions
- 763 engaged through sports session
- 91 engaged through detached on estates, streets and parks
- 58 engaged through the fit and fed programme at Oliver Goldsmiths school
- 113 achieved accredited qualifications including FA level 1
- 10 young people completed a leadership programme and 9 leaders volunteered across our activities

#### **Young people activity: Highlights of the year**

- A flexible online and in-person offer, as appropriate, that included a range of activities to aid wellbeing, develop personal goals and have fun. This included: numerous arts and crafts activities; online cooking; goal setting workshops; CV workshops; FIFA tournaments; and much more
- Weekly one-to-one sessions with young people to check up on wellbeing and offer individual support
- Delivery of laptops to those that lacked digital technology for school work and online communication
- Handing out educational workbooks for each year group, these were emailed over and handed out as printed packs as required
- The offer of counselling support to young people that had suffered bereavement during the period
- Individual and group life coaching sessions for young people, with skilled coaches to work through any issues they may be facing and plan ways to overcome these
- A very popular maths tutoring session for those that were falling behind in school
- Our youth centre was one of the distribution centres for the Marcus Rashford 'No child should go hungry' food campaign during school holidays.



## SKYWAY CHARITY

### TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021

---

- A creative sports package which included online sessions for young people and young people and their families, football match days rather than tournaments, individual gym sessions and non-contact football training sessions in bubbles
- A partnership with Oliver Goldsmith's school whereby SkyWay ran a 'fit & fed' programme during school holidays which included fun sports activities, a meal daily and a food hamper to take home at the weekends to cook with their families

#### Outcomes achieved by our young people in 20-21

Developed resilience, Improved health, Improved communication skills, Improved adaptive skills Improved listening skills, developed respect for each other, Improved physical health, Developed self-care strategies, Willingness to access support, Improved emotional wellbeing

#### Community activity

We recognised immediately that the lockdown may cause our young people's families further financial concern and with our charitable aims recently changed to incorporate young people's families and communities we called round to all to ask if they would benefit from weekly food bags, from which our food journey commenced.

Food has been a key aspect of our development into working with communities. In the first week of the pandemic we handed food, which included cupboard staples, fresh fruit and veg, cereal, eggs, bread and toiletries to 17 families. By the end of the financial year we were handing out bags of food out to 220 families and vulnerable people, consequently feeding over 700 individual people each week. Bags were handed out from The Blue Hut youth and community hub, delivered across Hackney by SkyWay staff and volunteers and given to Oliver Goldsmith Primary School and New Regents PRU to distribute to their families most in need.

The food distribution directly impacted the lives of the young people through our work with our local communities and we used this work to enable us to bring a little bit of joy at special times in a difficult year. This included:

- Over 300 Christmas presents to children whose families collected our food bags
- Over 300 books were distributed on World Book Day
- Easter eggs and Ramadan treats were distributed to coincide with those religious festivities
- 'Too many pants' a book that tackles 'big feelings' for younger children was handed out in each of the food bags in June 2020. The following day the author, Ruth Dreary read along with the children who tuned in via zoom
- We also worked with different partners on other food initiatives - our weekend bags containing ingredients for full meals with recipe cards for children and families was a very successful extra project. We loved seeing the pictures posted of the children with their delicious nutritious cooked food!

In 2020-21 SkyWay have worked with;

- 992 members of the community engaged with our services
- In total 792 community members benefited from food during the period many of them on a weekly basis
- 200 engaged in sports
- 3 adults became Community Champions and supported other local people
- 38 Clinically extremely vulnerable community members received weekly food bags (as they could not go out to shop for themselves)
- 25 Community members received weekly food shops whilst they were isolating due to track and trace

## SKYWAY CHARITY

### TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021

---

#### Community activity: Highlights for the year

- A reactive and quick community response to the pandemic which has allowed us to offer direct support to over 200 families, considerably enabling the development and growth of our community work within the year
- Mini projects to bring a smile to the faces of community members and their families, such as: Christmas presents; books on World Book Day; activities such as our SkyWay family online quizzes; challenges for Mother's Day; sports, reading and cooking challenges. All created and developed a sense of community and allowed people to have a bit of fun
- Opportunities for life coaching to support community members through life's hurdles, both one-to-one and in groups proved very successful and many of those that took part expressed that it has positively impacted their lives
- In December 2020 we commissioned the Turkish Cypriot Cultural Association to support us to offer culturally specific food to 50 of our Turkish community that picked up bags, they also provided a translation and support service
- Community WhatsApp groups created by SkyWay as a way to keep in touch about our food offers have flourished, with community members using them to not only find out about the SkyWay offer but also as a way to share experiences, offer each other support and pass on unwanted goods such as furniture and clothes
- Our SkyWay Community Champions have been a real highlight of the year. Community members that have been supported by SkyWay have been encouraged to get involved and volunteered to help others
- Through referrals from Shoreditch Trust and Hackney council we have supported people from our communities who were classified as clinically extremely vulnerable and isolating due to track and trace to receive weekly shops for as long as deemed necessary

#### Strategic development

SkyWay commissioned Wired Canvas to update and rebrand our visual identity following the widening of our offer early in 2020, we were really impressed with our new look and consequently worked with them to update our website too. The rebrand focuses on the recognition that SkyWay trains and supports people to develop their own responses to community problems. The aim of this is to enable people to collectively address the challenges they face in life which is more sustainable than trying to "solve" problems for them. Our new strapline 'Your future. Own it' encapsulates this idea.

Our website is bright and bold and we believe illustrates a clear idea of who SkyWay are and what we offer.

#### Volunteering

This year we were immensely grateful to those who volunteered with us during difficult times, the majority of the volunteers supported SkyWay with the community food programme, helping us with the very tiring and time-consuming role of moving food, packing food bags, handing out food to the local community and doing deliveries on behalf of the team. The work was often physically demanding, yet they frequently turned up week on week to offer their support. Other volunteers have helped with sports, our online offers and in our youth activities. We offer up a very big thank you to all of our volunteers this year.

<b>SkyWay Charity worked with 26 Volunteers</b>
---

## **SKYWAY CHARITY**

### **TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021**

---

#### **Financial review**

The total income achieved by SkyWay Charity in 2020/21 was £798,482 which was derived from a variety of sources. The charity ended the financial year with a surplus of £69,974, most of which is restricted income for the year 21/22. The management team is very happy with the financial performance achieved during the year.

Much of this financial year was spent targeting a wide range of funders from statutory sources, trust and foundations, additionally we were more successful with our Christmas campaign than we have been previously with any other donation campaign. Due to the pandemic and lockdown our income generation of hiring out our spaces was considerably down. Fortunately, we were able to off set this with our success from our wider fundraising, and in total increased our income on the year before by £227,331.

The funding breakdown for the year was 30.9% sourced from statutory grants, 21.2% sourced from trusts and foundations and 47.9% from income generation and donations.

#### **Reserves policy**

SkyWay Charity's Management Committee reviews its requirements for reserves on a quarterly basis, while taking into consideration all major risks that could potentially affect the organisation. SkyWay Charity continues with its policy of investing surplus cash into a Charities Aid Foundation (CAF) account and has also maintained its savings account at Triodos Bank.

As per our policy for the year ahead, SkyWay Charity will always aim to hold unrestricted reserves of no less than three months annual expenditure and no more than ten months annual expenditure.

As of 31 March 2021, the budgeted expenditure for the financial year 2021-22 is £666,641. The level of unrestricted reserves as of 31 March 2021 was £348,901 which represents just over 6 months of operating expenditure and falls within our expected reserves levels. The Trustees feel that the reserves are of a sufficient level to sustain the Charity if there was a prolonged drop in income over the current year.

The Management Committee is confident that this estimated annual expenditure will enable all existing activities to continue, alongside additional focus on the development of new activities to enhance the activity range offered and contribute to the long-term sustainability of the organisation.

#### **Plans for the future**

21/22 started with an easing of the 3rd UK lockdown. Still in an unprecedented and unpredictable environment, our focus has been to build up our in-person activities again whilst abiding by the government covid guidelines and government road map and attempting to meet the increasing demand across all of our activities. We will continue to manage this delicate process in 21/22 as rules decrease and life attempts to return to normal.

A focus in 21/22 is to establish stability within our youth programmes to offer a consistency of in-person activity to meet the needs of the young people that come to activities at SkyWay. As always we will focus our attention on delivering high quality activities that young people are interested in and that will support their own personal development and enrich their lives.

The end of April 2021 saw the end of our food programme due to the cost and level of resources that it took to offer food to so many people. However, we have been incredibly fortunate in that Humdingers, a local catering company in Hoxton, have offered to continue providing and packing food to local residents on a weekly basis. Since May 2021 we have been working with Humdingers and the next door pentecostal church to continue to offer the food bags. We will continue to monitor this in 2021/22 and assess what best meets the needs of our local communities.

As well as food we will look to work closely with the communities that we have reached during the pandemic to assess and offer them support, activities and programmes that allow them to thrive for the future.

## **SKYWAY CHARITY**

### **TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021**

---

Pre-lockdown we were exploring how we could further develop our income generation particularly from the Blue Hut, we will continue to explore how this can be re-established.

#### **Offer of thanks**

SkyWay offers its enormous thanks to all the funders, fundraisers and donors who have supported us over the last year. We are also very grateful to those who have donated time and their expertise to support us in a variety of ways.

SkyWay works with a number of partners to extend our reach and offer specialist support to young people. This year we have been delighted with how the community has come together to offer support to those that most need it.

We offer thanks to all but in particular to Jellot, Hackney Quest, Shoreditch Trust, Turkish Cypriot association, Guro Maneyo Granth Gurdwara, The Hygiene Bank, Hackney City Farm, Humdingers, Shoreditch FC, Hackney and Islington Football Club, Dipped in Creativity, Immediate Theatre, United AllStars, Jean Te Le, Southwark Legends, Rio Ferdinand Foundation, Southwark Council, Hackney CVS, Access to Sports, the Hackney Gangs Unit, Hackney Youth Service and the Hackney Food Network who have supported us this year in our mission to empower young people and their local communities.

#### **Governance**

##### **Governing Document**

The organisation is a charitable company limited by guarantee, incorporated on 5 December 2001 and registered as a charity on 31 July 2002. The company was established under a Memorandum of Association that established objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount of £10.

##### **Recruitment and appointment of new trustees**

The Directors of the company are also charity trustees for the purposes of charity law, and under the company's Articles are known as Members of the Trustee Board. New trustees are recruited through advertisements, recommendations or by people contacting SkyWay looking to volunteer, are then interviewed and, if deemed suitable, proposed and elected to the Trustee Board. This year we appointed one new trustee. We have advertised trustee positions through e-mail newsgroups and trustee websites that we have links to. All members of the Trustee Board give their time voluntarily and receive no benefits from the charity.

##### **Induction and training of new trustees**

SkyWay runs yearly away days for new and existing trustees to induct and update them on current activities and agree future plans. New trustees complete an induction procedure and are also offered a 'mentor' from the existing trustees to offer support and guidance, unfortunately this year we were unable to have an away day due to Covid, we hope with restrictions easing that this will be something that we can do in 2022.

Trustees are given the Charity Commission Guides about the responsibilities of being a trustee and offered the opportunity to attend training sessions to assist them in their role.

##### **Risk management**

Risk management is addressed through the trustee meetings: both the CEO's report and the Finance report identifies risk areas. This year the trustees looked at the 4 greatest risks to the organisation and how to protect the organisation against these. SkyWay Charity works to an annual plan which identifies the key areas for development for the year and keeps the organisation on track. There is a high level of investment in staff training and development to ensure SkyWay Charity can meet all the needs and requirements in the field of youth and community work. The CEO is supported by two Directors, who make up the Senior Management Team.

## **SKYWAY CHARITY**

### **TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021**

---

The main risk for the charity for 2021/22 is still considered to be the Covid-19 pandemic. Despite the vaccine being widely available and the potential for reopening, there is still a lot of uncertainty for the future. SkyWay has to continue to balance the needs of our service users with the need to stay safe and offer a safe environment for those that wish to use it. We are very aware that most of our young people are very keen to return to 'normal life' and often have faced real hardship by being isolated from their friends and extended family. We will continue to work very hard to balance these factors and put in place robust risk assessments and procedures to safeguard all that come into contact with the Charity.

SkyWay will continue to work closely with our young people, their parents and community to support them during this difficult time.

The 3 other main risks are:

- Missed or inappropriately handled Safeguarding and or health and safety incident.
- Shift in focus of our core aim and offering community activity and food
- Staff working from home

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

Since March 2015, the role of Secretary to the trustees has been undertaken by the Finance and Office Manager at SkyWay Charity.

Day-to-day responsibility for the provision of services rests with the CEO and Directors, who are responsible for ensuring that we deliver the services specified and key performance indicators are met. They are also responsible for the financial monitoring, budgeting and fundraising for the charity, supervision of key staff and ensuring that the team continue to develop their skills and working practices in line with good practice.

The Directors are responsible for the day-to-day running of the contracts and programme delivery.

The trustees and staff meet annually to consider the strategic developments and direction of SkyWay Charity. At present the board has 9 members from a variety of professional backgrounds relevant to the work of the charity. The board is not currently looking to recruit, however if the right person presented themselves with skills and experience required we would consider an appointment.

Responsibilities for management and development, in line with the organisation's vision and objectives continue to be delegated to the CEO, who reports to the trustees at meetings every 8 weeks, providing regular written reports on the financial position and future funding, performance, strategic opportunities, governance and staffing matters.

Due to the nature of the organisation's work, SkyWay Charity engages young people in sessional employment, mainly in sports and youth work, trains young people to be peer educators and also engages and supports young people in volunteering roles. SkyWay Charity also supports young people to become peer mentors to actively work with other young people to directly impact their own skills and knowledge. Over the last year we have worked closely with our new SkyWay Champions who are members of the community that volunteer for us to support other community members.

SkyWay Charity is guided by both local and national policy. At a local level SkyWay Charity is a member of London Youth, UK Youth, NCVO and Hackney Council for Voluntary Services (Hackney CVS). The Directors are part of the Safer Neighbour Board, Community resilience partnership, Covid safety forum, Safer Young Hackney Network and Safer Neighbourhood Board, Mayors sport board, 16+ Network meetings, Hackney Food Network, Children and Families forum meetings and we also participate in the Hackney Gangs meetings.

## SKYWAY CHARITY

### **TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021**

---

#### **Statement of Management Committee's Responsibilities**

The trustees, who are also the directors of SkyWay Charity for the purpose of company law, are responsible for preparing the Trustees' Report 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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 charity will continue in operation.

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

#### **Disclosure of information to auditor**

Each member of the Management Committee confirms that to the best of his/her knowledge there is no information relevant to the audit of which the auditor is unaware. Each member of the Management Committee also confirms that he/she has taken all necessary steps to ensure that he/she is aware of all relevant audit information and that this information has been communicated to the auditor.

Approved by the Management Committee on 15th December 2021  
and signed on its behalf by:

Grant Lee  
Chair



# SKYWAY CHARITY

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
<b>Income from:</b>					
Donations	2	35,109	-	35,109	34,592
Charitable activities	4	-	732,415	732,415	489,089
Interest receivable		216	-	216	622
Other income	3	3,635	27,107	30,742	46,848
<b>Total income</b>		<b>38,960</b>	<b>759,522</b>	<b>798,482</b>	<b>571,151</b>
<b>Expenditure on:</b>					
Raising funds	5	5,823	-	5,823	2,263
Charitable activities	6	6,690	715,995	722,685	619,016
<b>Total expenditure</b>		<b>12,513</b>	<b>715,995</b>	<b>728,508</b>	<b>621,279</b>
<b>Net income/(expenditure)</b>		<b>26,447</b>	<b>43,527</b>	<b>69,974</b>	<b>(50,128)</b>
<b>Net movement in funds</b>		<b>26,447</b>	<b>43,527</b>	<b>69,974</b>	<b>(50,128)</b>
<b>Total funds brought forward</b>		<b>322,454</b>	<b>-</b>	<b>322,454</b>	<b>372,582</b>
<b>Total funds carried forward</b>		<b>348,901</b>	<b>43,527</b>	<b>392,428</b>	<b>322,454</b>

### CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The notes form part of these financial statements

# SKYWAY CHARITY

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

Prior year figures				2020
	Notes	Unrestricted funds £	Restricted funds £	Total funds £
<b>Income from:</b>				
Donations	2	34,592	-	34,592
Charitable activities	4	-	489,089	489,089
Interest receivable		622	-	622
Other income	3	39,557	7,291	46,848
<b>Total income</b>		<b>74,771</b>	<b>496,380</b>	<b>571,151</b>
<b>Expenditure on:</b>				
Raising funds	5	2,263	-	2,263
Charitable activities	6	4,780	614,236	619,016
<b>Total expenditure</b>		<b>7,043</b>	<b>614,236</b>	<b>621,279</b>
<b>Net income/(expenditure)</b>		<b>67,728</b>	<b>(117,856)</b>	<b>(50,128)</b>
Transfers between funds		(100,745)	100,745	-
<b>Net movement in funds</b>		<b>(33,017)</b>	<b>(17,111)</b>	<b>(50,128)</b>
<b>Total funds brought forward</b>		<b>355,471</b>	<b>17,111</b>	<b>372,582</b>
<b>Total funds carried forward</b>		<b>322,454</b>	<b>-</b>	<b>322,454</b>

### CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The notes form part of these financial statements



**SKYWAY CHARITY**

**BALANCE SHEET  
AT 31 MARCH 2021**

**COMPANY NUMBER: 04335024**

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	Unrestricted funds £	Restricted funds £	2020 Total funds £
<b>Fixed assets</b>							
Tangible assets	12	10,616	-	10,616	6,369	-	6,369
<b>Current assets</b>							
Debtors	13	54,305	45,815	100,120	29,178	5,400	34,578
Cash at bank and in hand		290,670	16,740	307,410	291,557	9,420	300,977
		<u>344,975</u>	<u>62,555</u>	<u>407,530</u>	<u>320,735</u>	<u>14,820</u>	<u>335,555</u>
<b>Liabilities</b>							
Creditors: Amounts falling due within one year	14	(6,690)	(19,028)	(25,718)	(4,650)	(14,820)	(19,470)
<b>Net current assets</b>		<u>338,285</u>	<u>43,527</u>	<u>381,812</u>	<u>316,085</u>	<u>-</u>	<u>316,085</u>
<b>Total assets less current liabilities</b>		<u>348,901</u>	<u>43,527</u>	<u>392,428</u>	<u>322,454</u>	<u>-</u>	<u>322,454</u>
<b>The funds of the Charity</b>							
Unrestricted funds:							
General fund		348,901	-	348,901	322,454	-	322,454
Restricted funds:	17	-	43,527	43,527	-	-	-
<b>Total Charity funds</b>		<u>348,901</u>	<u>43,527</u>	<u>392,428</u>	<u>322,454</u>	<u>-</u>	<u>322,454</u>

The financial statements were approved by the Board of Trustees on 15th December 2021 and were signed on its behalf by

  
Grant Lee, Chairman

The notes form part of these financial statements

# SKYWAY CHARITY

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021 Total funds £	2020 Total funds £
<b>Cash flows from operating activities:</b>			
<b>Net cash (used in)/provided by operating activities</b>	18	<b>13,002</b>	<b>(12,263)</b>
<b>Cash flows from investing activities:</b>			
Interest income		216	622
Purchase of property, plant and equipment		(6,785)	
<b>Net cash provided by/(used in) investing activities</b>		<b>(6,569)</b>	<b>622</b>
<b>Change in cash and cash equivalents in the reporting period</b>		<b>6,433</b>	<b>(11,641)</b>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<b>300,977</b>	<b>312,618</b>
<b>Cash and cash equivalents at the end of the reporting period</b>		<b>307,410</b>	<b>300,977</b>

The notes form part of these financial statements

## SKYWAY CHARITY

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

---

#### Charity Information

SkyWay Charity is a private company limited by guarantee incorporated in England and Wales. The registered office is Unit 2, 222 Kingsland Road, Hackney, London, E2 8DG.

#### 1. ACCOUNTING POLICIES

##### Accounting convention

The financial statements have been prepared under the Companies Act 2006, and the requirements of the 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).

The Charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

##### Preparation of the financial statements on a going concern basis

The Charity has a healthy level of cash and net assets and the Trustees are confident that funding at a similar level to previous years will be forthcoming, even though not all amounts have been secured at this stage. If there were to be a reduction of income, since much of the Charity's expenditure is discretionary, this could be reduced, without seriously curtailing the charity's activities.

Having considered these risks and subsequent mitigations, the Trustees reasonably expect the Charity to have adequate resources to continue operating for the foreseeable future. Therefore, the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements

##### Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

##### Resources expended and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise the costs of attracting voluntary income and the costs of fundraising.
- Expenditure on charitable activities includes the costs of the delivery of its activities and services for its beneficiaries.

##### Allocations and apportionment of costs

Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. All support costs are allocated to the one charitable activity youth work projects.

##### Tangible fixed assets

Depreciation is provided at the following annual rates on a straight-line basis in order to write off each asset over its estimated useful life:

Office and training equipment	-33% on cost
Fixtures and fittings	-20% on cost

All assets costing more than £500 are capitalised.

##### 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. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the Charity's work or for specific projects being undertaken by the Charity.

##### Group financial statements

The Trustees are of the opinion that the results and net assets of the subsidiary, Enterprise Skyway CIC, are not material to the charity and consolidated financial statements have therefore not been prepared.

## SKYWAY CHARITY

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

---

#### 1. ACCOUNTING POLICIES (continued)

##### **Cash at bank and in hand**

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

##### **Debtors**

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

##### **Creditors and provisions**

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

##### **Financial instruments**

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all its financial instruments.

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of financing items which are subsequently measured at amortised cost using the effective interest method.

##### **Critical accounting estimates and judgements**

In the application of the charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources.

The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The Trustees do not believe there to be judgements or estimates that would be considered critical to the financial statements.

##### **Government grants**

Government grants are accounted for under the accrual model and are recognised at the fair value of the amount received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Government grants are being received under the Coronavirus Job Retention Scheme designed to compensate for staff costs.

Amounts received or receivable are recognised in the statement of financial activities over the same period as the costs to which they relate.

# **SKYWAY CHARITY**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

### **2. DONATION INCOME**

	2021	2020
	£	£
Donations	35,109	34,592
	<u>35,109</u>	<u>34,592</u>

Donations in 2021 and 2020 were unrestricted.

### **3. OTHER INCOME**

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021
Services provided	208	20,732	20,940
Facility hire	3,427	-	3,427
HMRC Job retention Scheme	-	6,375	6,375
	<u>3,635</u>	<u>27,107</u>	<u>30,742</u>

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020
Services provided	17,831	7,291	25,122
Facility hire	21,726	-	21,726
	<u>39,557</u>	<u>7,291</u>	<u>46,848</u>

# SKYWAY CHARITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 4. INCOME FROM CHARITABLE ACTIVITIES

	£	£
Other grants and contracts		
Youth Work projects	732,415	489,089
	<u>732,415</u>	<u>489,089</u>

Income from Charitable activities in 2021 and 2020 were restricted.

#### Details of grants received are as follows:

	2021 £	2020 £
National Lottery Community Fund (Y/H)	99,980	24,995
Impact Partnerships Fund (S)	60,000	30,000
Henry Smith (Y)	60,000	-
National Lottery Coronavirus Community Support Fund - Covid (Y/H)	60,000	-
Global's Make some Noise (Y)	50,000	50,000
Young London Summer and Autumn Activities 2020 - Groundworks (Y/H)	48,955	-
Youth Endowment Covid-19 Fund (Y)	36,520	31,744
Young Londoners Fund (Y/S/H/E)	27,900	28,800
Southwark (S/H)	26,969	26,969
GLA - Thrive (H)	25,000	5,000
Garfield Weston (Y)	25,000	-
Children in Need's COVID-19 Next Steps Programme (Y)	22,400	-
Berkeley Foundation (Y/H)	19,967	19,968
Hackney Giving Coronavirus Response Fund (H)	19,200	-
Youth Endowment Fund (H)	17,816	-
Blue Hut Board (Y)	15,635	4
Nike Sports Impact Fund - King Baudouin Foundation (S)	15,000	-
Hackney Grants (Y)	12,600	30,000
East End Community Foundation Phase 1 Immediate Relief (H)	10,000	-
London Community Foundation - Youth Social Action Fund (Y)	10,000	-
London Community Foundation Wave 2 Crisis Fund (H)	10,000	-
Children in Need - Outreach (Y)	10,000	10,000
LBH/DEFRA Covid-19 Food and Essentials Grant (H)	9,880	-
London Community Foundation Covid- 19 Wave 1 (H)	5,000	-
East End Community Foundation Co-op Covid 19 Fund (H)	5,000	-
Sported -Tackling Inequalities Fund (S)	4,500	-
Hackney Council - MHCLG operational support funding (H)	3,437	-
London Borough of Hackney - Food Power Fund (H)	3,360	-
Lambeth and Southwark - Summer Food and Fun (Y/H)	3,296	-
West Hackney Parochial (E)	3,250	3,500
East End Community Foundation Emergency Fund Phase 3 (H)	3,000	-
Jack Petchey Foundation - Youth Achievement Awards (Y)	2,500	4,000
UK Youth (Y)	2,250	1,400
Street Games - The Pear Foundation 2020 (S)	1,500	-
West Hackney Parochial - Coronavirus Emergency Relief Project (H)	1,000	-
Parent Zone Community Quiz (H)	1,000	-
Groundworks Tesco (H)	500	-
Youth Investment fund (Y)	-	135,815
Children in Need - Young Leaders Project (Y)	-	20,138
Regent's Vocational College - Educational programme for young people (E)	-	13,050
London Community Foundation Peabody (Y)	-	10,000
The London Community Foundation Evening Standard Dispossessed (H)	-	10,000
The London Community Evening Standard Dispossessed Employment (H)	-	8,545
Street Games BSBT (S/H)	-	6,450
Hestia (Y)	-	5,500
London Youth (S)	-	4,291
The Goldsmiths Company Charity (Y)	-	3,000
East End Community Foundation (Y)	-	2,420
Street Games National rail (S/H)	-	2,000
Woodroffe Benton (H)	-	1,500
	<u>732,415</u>	<u>489,089</u>

#### Purposes of restricted funds:

(Y)	Youth Work Programme - Outreach and detached delivered in estates and youth club based activities
(S)	Youth Sport Programmes - Sports sessions delivered in schools, estates and youth clubs
(H)	Young Health & Lifestyle Programmes - Programmes that address the personal development of young people such as workshops, mental and physical wellbeing
(E)	Youth Enterprise & Learning - Programmes targetting young people in developing their career & opportunities

# SKYWAY CHARITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 5. EXPENDITURE ON RAISING FUNDS

	2021 £	2020 £
Support cost re marketing & advertising	5,823	2,263
	<u>5,823</u>	<u>2,263</u>
Expenditure on raising funds in 2021 and 2020 were unrestricted.		

### 6. EXPENDITURE ON CHARITABLE ACTIVITIES

	Unrestricted funds 2021 £	Restricted funds 2021	Total 2021	Unrestricted funds 2020 £	Restricted funds 2020	Total 2020
Youth Work projects						
Direct costs - personnel costs	-	417,472	417,472	-	418,276	418,276
Direct costs - project related	-	202,528	202,528	-	87,990	87,990
Support costs	-	95,995	95,995	-	107,970	107,970
Governance	6,690	-	6,690	4,780	-	4,780
	<u>6,690</u>	<u>715,995</u>	<u>722,685</u>	<u>4,780</u>	<u>614,236</u>	<u>619,016</u>

### 7. SUPPORT COSTS

	Unrestricted funds 2021 £	Restricted funds 2021	Total 2021	Unrestricted funds 2020 £	Restricted funds 2020	Total 2020
Support cost is comprised of:						
Advertising & marketing	5,823	-	5,823	2,263	-	2,263
Premises	-	53,338	53,338	-	53,084	53,084
General Office	-	34,296	34,296	-	48,225	48,225
Depreciation	-	2,538	2,538	-	4,397	4,397
	<u>5,823</u>	<u>90,172</u>	<u>95,995</u>	<u>2,263</u>	<u>105,706</u>	<u>107,969</u>

### 8. EXPENDITURE ON GOVERNANCE

	2021 £	2020 £
Auditors' remuneration	6,690	4,780
	<u>6,690</u>	<u>4,780</u>
Expenditure on governance in 2021 and 2020 were unrestricted.		

### 9. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging:

	2021 £	2020 £
Auditors' remuneration	6,690	4,780
Depreciation - owned assets	2,538	4,397
Operating leases - rent	34,800	33,000
	<u>44,028</u>	<u>42,177</u>

### 10. TRUSTEES' REMUNERATION AND BENEFITS

No trustees received remuneration or other benefits in either of the years to 31 March 2021 or 31 March 2020.

### 11. STAFF COSTS

	2021 £	2020 £
Wages and salaries	363,449	364,907
Pension costs	7,555	7,870
Social security costs	35,303	34,273
	<u>406,307</u>	<u>407,050</u>

The average monthly number of employees during the year was as follows:

	2021	2020
Number of staff	<u>14</u>	<u>14</u>

No employee earned above £60,000 in 2021 (2020: 0).

The key management personnel of the Charity comprise the senior management team as detailed on page 2 of the trustees' annual report. The total amounts of employee emoluments received by the senior management team were £136,212 (2020: £127,748).

# SKYWAY CHARITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 12. TANGIBLE FIXED ASSETS

	Office and computer equipment £	Fixtures and fittings £	Total £
<b>COST</b>			
At 1 April 2020	59,515	50,827	110,342
Additions	2,574	4,211	6,785
At 31 March 2021	<u>62,089</u>	<u>55,038</u>	<u>117,127</u>
<b>DEPRECIATION</b>			
At 1 April 2020	59,045	44,928	103,973
Charge for year	682	1,856	2,538
At 31 March 2021	<u>59,727</u>	<u>46,784</u>	<u>106,511</u>
<b>NET BOOK VALUE</b>			
At 31 March 2021	<u>2,362</u>	<u>8,254</u>	<u>10,616</u>
At 31 March 2020	<u>470</u>	<u>5,899</u>	<u>6,369</u>

### 13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	84,576	20,522
Prepayments and accrued income	12,535	11,047
Other debtors	3,009	3,009
	<u>100,120</u>	<u>34,578</u>

### 14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	5,586	1,615
Social security and other taxes	9,784	10,125
Accruals	9,358	7,730
Deferred income	990	-
	<u>25,718</u>	<u>19,470</u>

### 15. FINANCIAL COMMITMENTS

At 31 March 2021, the company was committed to making the total following payments under non-cancellable operating leases:

	Land and buildings	
	£	£
Operating leases which expire:		
Within one year	34,800	34,800
Greater than one year less than five years	104,400	139,200

### 16. SUBSIDIARY UNDERTAKING

Enterprise SkyWay CIC, community interest company, is a wholly-owned subsidiary of SkyWay Charity. The purpose of the CIC is to empower disadvantaged young people in London to improve their quality of life in an entrepreneurial fashion. Enterprise Skyway CIC does not trade and is therefore dormant. No amount was owed by the subsidiary to the parent at year end (2020: 0).



**SKYWAY CHARITY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2021**

**17. MOVEMENT IN FUNDS**

	At 1.4.20 £	Incoming resources £	Resources expended £	Transfer between funds £	At 31.3.21 £
<b>Unrestricted funds</b>					
General fund	322,454	38,960	(12,513)	-	348,901
<b>Restricted funds</b>					
Youth Work Programme (Outreach and Detached)	-	374,252	(351,458)	-	22,794
Youth Sports Programmes	-	101,460	(89,582)	-	11,878
Young Health & Lifestyle Programmes	-	273,647	(269,472)	-	4,175
Youth Enterprise & Learning	-	10,163	(5,483)	-	4,680
	<u>-</u>	<u>759,522</u>	<u>(715,995)</u>	<u>-</u>	<u>43,527</u>
<b>TOTAL FUNDS</b>	<u>322,454</u>	<u>798,482</u>	<u>(728,508)</u>	<u>-</u>	<u>392,428</u>

Restricted funds all relate to activities carried out within the charity.

# SKYWAY CHARITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

(Prior year comparatives)

### 17. MOVEMENT IN FUNDS

	At 1.4.19 £	Incoming resources £	Resources expended £	Transfer between funds £	At 31.3.20 £
<b>Unrestricted funds</b>					
General fund	355,471	74,771	(7,043)	(100,745)	322,454
<b>Restricted funds</b>					
Youth Work Programme (Outreach and Detached)	-	335,121	(439,077)	103,956	-
Youth Sports Programmes	-	60,201	(60,464)	263	-
Young Health & Lifestyle Programmes	17,111	74,518	(81,601)	(10,028)	-
Youth Enterprise & Learning	-	26,540	(33,094)	6,554	-
	<u>17,111</u>	<u>496,380</u>	<u>(614,236)</u>	<u>100,745</u>	<u>-</u>
<b>TOTAL FUNDS</b>	<u>372,582</u>	<u>571,151</u>	<u>(621,279)</u>	<u>-</u>	<u>322,454</u>

Restricted funds all relate to activities carried out within the charity.

## SKYWAY CHARITY

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

---

**18. Reconciliation of net (expenditure)/income to net cash flow from operating activities**

	2021 £	2020 £
<b>Net (expenditure)/income for the reporting period (as per the statement of financial activities)</b>	69,974	(50,128)
<b>Adjustments for:</b>		
Depreciation charges	2,538	4,397
Interest income	(216)	(622)
(Increase)/decrease in debtors	(65,542)	45,397
Increase/(decrease) in creditors	6,248	(11,307)
<b>Net cash (used in)/provided by operating activities</b>	<b>13,002</b>	<b>(12,263)</b>

**19. Analysis of changes in net (debt)/funds**

The Charity had no debt during the year.

**20. Related Party Transactions**

There have been no related party transactions in this financial year or in the prior year.

# SKYWAY

## INDEPENDENT AUDITOR'S REPORT

### TO THE TRUSTEES OF SKYWAY

---

#### Opinion

We have audited the financial statements of Skyway (the 'charity') for the year ended 31 March 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 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 charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- 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 charity 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

#### Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

#### Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' 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 directors' report included within the trustees' report.

# SKYWAY

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE TRUSTEES OF SKYWAY

---

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; or
- the financial statements are not in agreement with the accounting records and 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.

#### Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, 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 the trustees 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 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 charitable company or to cease operations, or have no realistic alternative but to do so.

#### Auditor's 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.

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. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

#### As part of our planning process:

- We enquired of management the systems and controls the charity has in place, the areas of the financial statements that are most susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The charity did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the company. We determined that the following were most relevant: the Charity SORP, FRS 102, Charities Act 2011, Companies Act 2006 and Employment Law.
- We considered the incentives and opportunities that exist in the charity, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the charity, together with the discussions held with the charity at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

#### The key procedures we undertook to detect irregularities including fraud during the course of the audit included:

- Identifying and testing journal entries and the overall accounting records, in particular those that were significant and unusual.
- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Reviewing and challenging the assumptions and judgements used by management, and the conclusion that there are no significant accounting estimates.
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Testing key income lines, in particular cut-off, for evidence of management bias.
- Assessing the validity of the classification of income, expenditure, assets and liabilities between unrestricted, and restricted funds.
- Performing a physical verification of key assets.
- Obtaining third-party confirmation of material bank balances.
- Documenting and verifying all significant related party balances and transactions.

## SKYWAY

### INDEPENDENT AUDITOR'S REPORT (CONTINUED)

#### TO THE TRUSTEES OF SKYWAY

---

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements even though we have properly planned and performed our audit in accordance with auditing standards. The primary responsibility for the prevention and detection of irregularities and fraud rests with the trustees of the charity.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://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 charitable company'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 charitable company's members 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 as a body, for our audit work, for this report, or for the opinions we have formed.



**Suresh Mehta (Senior Statutory Auditor)**

**for and on behalf of HW Fisher LLP**

Chartered Accountants

Statutory Auditor

Acre House

11-15 William Road

London

NW1 3ER

United Kingdom

