

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND
(registered as a Scottish Charitable Incorporated Organisation)

REPORT OF THE BOARD OF TRUSTEES AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2026

SCOTTISH CHARITY NUMBER: SC046417

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

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ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

CHARITY INFORMATION

LEGAL NAME: Association for Fostering, Kinship and Adoption Scotland

SCOTTISH CHARITY NUMBER: SC046417

PRINCIPAL ADDRESS: Foxglove Offices GF2
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Edinburgh
EH6 7EZ

BOARD OF TRUSTEES: Janys Scott - Chair
Steven Smillie – Treasurer
Robert McCulloch-Graham
Dorothy Murphy
Linda Richards
Autumn Roesch-March
Barbara Stewart
Sarah McIlhone
Elaine Goudie

EXECUTIVE DIRECTOR: Angie Gillies

BANKERS: Bank of Scotland plc
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ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

REPORT OF THE BOARD OF TRUSTEES for the Year Ended 31 March 2026

The Board of Trustees present their report and the financial statements for the year ended 31 March 2026.

The organisation would like to convey its thanks to all of our team of professionals and to the Board of Trustees for their continued commitment to delivering the highest quality of service and to our members for their continued engagement and support for AFKA enabling us towards our vision of a future where every practitioner working with children, young people and their families is knowledgeable, skilled, confident, and empowered to support the safe, secure, and loving care to which every child has a right.

AFKAs members include all 32 Scottish Local Authorities, 5 Voluntary Adoption Agencies and 12 Independent Fostering Agencies. Associate and Independent members include legal firms involved in Adoption and Kinship Care, Medical Advisors undertaking Adult Carers Health Assessments and Independent Fostering, Adoption and Kinship Panel Chairs.

AIMS AND OBJECTIVES

Our Aim is defined in our mission statement:

AFKA Scotland is an independent charity that promotes and facilitates evidence-informed best practice in fostering, kinship care and adoption, through advising, training, and influencing practitioners and policymakers, and supporting them to improve outcomes for children and families.

AFKA Scotland's **objectives**, as defined by its SCIO constitution are:

- The advancement of education - including the provision of evidence informed training and advice supporting the workforce to improve delivery of services to looked after children, young people and their families across Scotland and connected through fostering, kinship care and adoption and undertaking academic research that informs our activities and is publicly available.
- The advancement of health - promoting optimal health and wellbeing outcomes for children and their families connected through fostering, kinship care and adoption by training, support and advice activities with health and other professionals which will include encouraging listening to what matters for children and their families, encouraging communicating with them to support their physical, mental and emotional wellbeing and mitigating the impact of poverty on development throughout lifespan.
- The promotion of equality and diversity - by valuing and respecting the diverse needs of looked after children, young people, and their families; promoting inclusiveness through advice, training, and research; in particular promoting the needs of persons with protected characteristics of age, disability, sex, sexual orientation, religion, and belief; and promoting the recruitment and retention of foster carers, kinship carers and adopters from a diverse range of backgrounds.
- The relief of those in need by reason of age, ill-health, disability, financial hardship, or other disadvantage - AFKA Scotland is engaged in the relief of disadvantaged and care-experienced children in need by promoting family membership with foster carers, kinship carers or adoptive families
- The advancement of human rights, conflict resolution or reconciliation - by promotion of the UNCRC (UN Convention on Rights of a Child) in all AFKA activities raising awareness of rights in relation to children and young people with care experience through advice, training, research, and direct services.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

REPORT OF THE BOARD OF TRUSTEES for the Year Ended 31 March 2026

AIMS AND OBJECTIVES (continued)

Activities undertaken to achieve our objectives:

Our multi-disciplinary and highly experienced team delivers a wide range of advice, training, consultancy, workshops, and conferences to assist professionals. We also provide a range of direct services to agencies. An emphasis is placed in all AFKA Scotland's work on the need for a multi-disciplinary approach that enables effective work across professional boundaries in order to meet the needs of children, families, and their Foster Carers, Kinship Carers and Adoptive Parents.

AFKA Scotland also hosts **Scotland's Adoption Register (SAR)**. SAR is an organisation funded by Scottish Government with a remit to promote, support, and facilitate the family finding process for Scotland's children who have been registered for permanence through adoption.

We:

Promote consistently best practice in Adoption, Fostering and Kinship Care and support agencies to deliver services that enable all children in Scotland to grow up as part of a stable, loving, safe and nurturing family.

Give agencies, practitioners and individuals access to authoritative advice and support on adoption, fostering, kinship care and permanence in Scotland from a team bringing a broad range of expertise, experience, and skills.

Provide opportunities for practitioners from a range of professional disciplines to share and develop best practice through various Communities of Practice and Forums.

Offer a range of direct supports to agencies and practitioners within the social work, legal and medical professions, directly involved in adoption, fostering and kinship care. These will include, training, workshops, consultancy on complex casework and reviews, legal interpretation, and independent chairing of meetings and panels.

Provide an independent voice on matters of adoption, fostering and kinship care policy and practice.

Conduct, share and interpret research to support evidence informed best practice and working of projects which add to resources available to practitioners and carers.

Strategies for achieving aims and objectives and measuring success.

Outcomes and associated indicators are set by the charity each year. Performance data and participant evaluations are gathered in relation to all AFKA's activities in order to evidence progress in achieving the outcomes, and this information is regularly reported to the Board and within our publicly available Annual Report.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

REPORT OF THE BOARD OF TRUSTEES for the Year Ended 31 March 2026

AIMS AND OBJECTIVES (continued)

During 2025/26, AFKA Scotland:

- Through open workshops, commissioned training and lunch and learn micro skills sessions, AFKA has informed the learning and development of 388 practitioners this year.
- Provided 'Securing Children's Futures' postgraduate course affiliated with Strathclyde University, with 9 students engaged in the course.
- Provided independent adoption, permanence and fostering panel chairs to 9 Local Authorities and acted as Agency Decision Maker for one voluntary adoption agency with 130 Panels chaired reaching 970 children and young people, their birth parents and Foster Carers and Adopters.
- Supported members with services involving provision of advice and support to 158 enquirers, regular email updates and monthly newsletters with now over 800 subscribers; legal and research briefings and a regular quarterly programme of practitioner forum meetings including social work, health, and legal reaching 415 colleagues.
- Continued, through our research team to work on delivering evidence informed outputs which are shared widely with members and academics to improve children and families' experiences of care. These have included producing spotlight briefings on record keeping and memory keeping, young adult adoptees, and a good practice in permanence special. With the support of the Promise, we worked with Aberdeenshire Health and Education colleagues and produced guidance on supporting children who are transitioning in care.
- AFKA were delighted that our 'Permanently Progressing' Longitudinal Study with Stirling and Lancaster Universities achieved further funding for phase 4- adolescence and early adulthood and this phase commencing in February 2026.
- Made independent, informed contributions to national policy including the Kinship Care Collaborative, Adoption Task Force, Foster Care development and Social Work Scotland Community Placement subgroup. We also cohost the Siblings Community of Practice alongside the Promise and Scottish Government and support the newly established Birth Parents Community building on the work undertaken by several agencies from 'Supporting Roots' research.

ACHIEVEMENTS AND PERFORMANCE

AFKA Scotland turned 10 this year and has established a reputation for providing strong support to agencies and professionals who work with children and young people. We are regarded as an informed and authoritative voice relating to services for children and families in or on the edge of care.

AFKA embraces The Promise to care experienced children, young people, and their families (arising from the Independent Care Review) and has been instrumental in supporting the workforce to be ambitious in their actions to 'Keep the Promise'.

The skills held within the organisation and the established networks with practitioners across many different professional disciplines enables AFKA Scotland to facilitate sharing between agencies and to provide advice, guidance, and support to practitioners in Fostering, Kinship and Adoption across Scotland.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

REPORT OF THE BOARD OF TRUSTEES for the Year Ended 31 March 2026

ACHIEVEMENTS AND PERFORMANCE (continued)

Achievements in the last year include:

We are proud to have published Scotland's Good Practice in Permanence Guides in March 2026. With the support of over 50 social workers and other key professionals from our membership agencies, the three guides: Building and Nurturing Connections, Supporting Birth Families and Supporting Families providing Permanent Care are underpinned by the UNCRC and GIRFEC and keep the child at the centre of their journey to permanence.

AFKA has continued to host Adoption Week Scotland on behalf of the Scottish Government alongside Adoption UK. In November 2025, the theme was 'Growing our family through adoption'. The week saw us incorporating and promoting aspects of Scottish Government's vision and priorities of adoption support highlighting the value of adoption as a positive option for children requiring permanence and supporting adoption agencies to recruit more adoptive families in Scotland.

In March 2026, AFKA held our popular Health Conference. in response to interest from our members; the theme was 'neurodiversity, trauma and mental health' Our knowledgeable key speakers were inspirational highlighting the needs of adults and children with ADHD and/or autism and linking learning to fostering, kinship care and adoption. Workshops on related topics were facilitated by AFKA Trainer/Consultants and Medical Advisors from our Health Forum who are GPs and Paediatricians.

Significant events

In September 2025, AFKA was no longer subcontracted by Adoption UK to provide support to professionals through the Kinship Care Advice Service Scotland. We fully supported the transition to the new provider to ensure a seamless transfer for practitioners working in Kinship Care. We retained the experienced staff within AFKA.

We continue to work alongside academic and other researchers proposing research bids on key areas of interest to our members and policy colleagues. This year we have not been successful in obtaining any substantial research funding envisaging this is likely to become increasingly challenging as the availability of funding reduces and academic institutions strive to retain research income in house.

We have been committed to supporting The Promise to achieve change through a number of promise funded projects and our continued support for both the siblings and birth parents' communities of practice. The Promise remains an important driver in all of our work to ensure all children and young people in Scotland grow up loved, safe and respected so they realise their full potential.

PLANS FOR THE FUTURE

AFKA Scotland's aim remains to use the limited resources available to the organisation to achieve the greatest possible impact on policy and practice affecting children and young people. AFKA Scotland's financial viability depends on it providing a service that agencies and practitioners find valuable. The demands on public finances are challenging agencies with difficult decisions about prioritisation, AFKA Scotland will continue to deliver services to the highest standard. Providing practitioners with excellent learning, practice and consultancy services are central to the continuance of our organisation.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

REPORT OF THE BOARD OF TRUSTEES for the Year Ended 31 March 2026

PLANS FOR THE FUTURE (continued)

Building on publication of the Good Practice in Permanence Guides and Scottish Government's visions for adoption, kinship and foster care they are again supporting AFKA to develop a national framework, practice guidance and resources for Life Journey Work in Scotland. We will again seek examples of best practice from across Scotland and invite these practitioners to help shape the content of the guides and resources over this two-year project. We expect these to be launched in February and March 2028.

The Postgraduate course 'Securing Children's Futures' began in June 2026 with 8 students, and we plan to provide 'Relative Matters- Permanence in Kinship Care' in December 2026.

We will be working with Stirling University on evaluating the introduction of a support service for birth parents within a Local Authority.

We will continue to host Scotland's Adoption Register and its adaptation to the changing landscape of adoption across Scotland and the UK.

CoramBAAF is working with AFKA Scotland and our members on updating their suite of licensed forms that are a member benefit at a substantially reduced cost.

In July 2026, AFKA will move from our current offices in Leith to Pure Offices at Edinburgh Park in West Edinburgh. Our new office is easily accessible by train, tram and car.

We hold on to our vision of a future where every practitioner working with children, young people and their families is knowledgeable, skilled, confident, and empowered to support the safe, secure, and loving care to which every child has a right.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Association for Fostering, Kinship and Adoption Scotland (AFKA Scotland) is registered as a Scottish Charitable Incorporated Organisation (SCIO). Structure and governance arrangements are set out in AFKA Scotland's constitution. The charity was formerly known as Adoption and Fostering Scotland (AFA Scotland) but was granted permission to adopt its new name on 25 May 2022. Governance is provided by the Board of Trustees and Management by the Executive Director.

Appointment, induction, and training of trustees

New trustees are appointed by way of a resolution passed by majority vote at a Board meeting. New trustees are provided with OSCR's Guidance and Good Practice for Charity Trustees and are required to sign a Trustee declaration. They are also provided with AFKA Scotland's constitution. Depending on their personal and professional background, and the knowledge and skills they bring to the role, opportunities are available to learn more about the charity through links with staff members or other Board members.

Organisational structure and decision making

AFKA Scotland currently has a Board of nine trustees drawn from social work, business, legal, health and research professions to cover the areas of expertise required to run the organisation and to reflect the views and aspirations of its key stakeholders. The Board includes members with lived experience of receiving and/or providing care. Board meetings are convened by the Chair of the Board of Trustees and attended by Board members and by AFKA Scotland's Executive Director.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

REPORT OF THE BOARD OF TRUSTEES for the Year Ended 31 March 2026

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

In addition to the mandatory AGM, meetings are convened as required; current practice is for the Board to meet every two months to review the activities, performance and finances of the organisation and to review and maintain a risk register.

Arrangement for setting pay and remuneration.

Pay and remuneration of all staff in the charity is set by the Board and reviewed at least annually benchmarking appropriately with similar organisations and roles.

Collaborative arrangement with CoramBAAF

AFKA Scotland is an independent charity. A collaborative arrangement is in place with CoramBAAF whereby AFKA Scotland's members have access to CoramBAAF services in return for a percentage of the membership fees, but CoramBAAF has no role in the governance or management of the charity.

Risk Management

The Board meets regularly to discuss the key risks faced by the charity as set out in its risk register including people risks such as recruitment, retention, and support, as well as financial risks of income generation, inflationary costs pressures and reserves. Plans have been put in place to mitigate these risks to the extent possible.

FINANCIAL REVIEW

Results for the year

The results of the charity in the year are set out in the Statement of Financial Activities on page 13. This shows total income in the year of £788,621 (2025: £848,998) and total expenditure in the year of £811,340 (2025: £820,836), resulting in net expenditure of £22,719 (2025: net income of £28,162). This movement in funds results in a decrease in unrestricted reserves from £308,881 at 31 March 2025 to £284,868 at 31 March 2026 and an increase in restricted funds from £17,424 at 31 March 2025 to £18,718 at 31 March 2026. Of the unrestricted reserves, £1,401 is held in fixed assets, which means the free reserves of the charity are £283,467 (2025: £308,306) at 31 March 2026.

Reserves policy

It is the policy of the trustees to maintain unrestricted reserves at a level equivalent to 3 months of the average expenditure required to meet the charity's core commitments. Based on the 2025/26 figures, this is currently set at £225,418 (2025: £225,418). The level of required reserves will be reviewed annually in time for consideration at the AGM, or more frequently if exceptional circumstances warrant earlier discussion with the Board. The levels of free reserves held at the end of the accounting period was £283,467 (2025: £308,306), comfortably in excess of the required minimum. The charity's predictable cash flow fluctuations make it necessary to hold a significantly higher level of reserves at the start of the financial year, in order to maintain the reserves, target at the lowest point of the cycle.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

REPORT OF THE BOARD OF TRUSTEES for the Year Ended 31 March 2026

Trustees' Responsibilities Statement

The trustees are responsible for preparing the Report of the Board of Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in Scotland 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 of the charity 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 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 proper 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 Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution. 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.

This report was approved by the trustees on 8 September 2026 and signed on its behalf by



Janys M Scott
Chair

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

Opinion

We have audited the financial statements of The Association for Fostering, Kinship and Adoption Scotland (the 'charity') for the year ended 31 March 2026 which comprise the statement of financial activities, the balance sheet, the statement of cashflows and 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 Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2026, and of its incoming resources and application of resources, including its income and expenditure, 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 Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 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.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND (continued)

Other information

The other information comprises the information included in the Report of the Board of Trustees, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the Report of the Board of Trustees. 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 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities Accounts (Scotland) Regulations 2006 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as 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 charity or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND (continued)

Auditor's responsibilities for the audit of the financial statements

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

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, outline above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Enquiry of charity management and those charged with governance to identify any instances of non-compliance with laws and regulations;
- Performing audit work over the risk of management override of controls, including the testing of journal entries and other adjustments for appropriateness, evaluating the rationale of significant transactions outside the normal course of the charity's activities and reviewing accounting estimates for bias;
- Reviewing minutes of meetings of those charged with governance;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorresponsibilities. This description forms part of our auditor's report.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND (continued)

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



MHA

6 St Colme Street
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EH3 6AD

8 September 2026

MHA is the trading name of MHA Audit Services LLP, a limited liability partnership in England and Wales (registered number OC455542).

MHA is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)
for the Year Ended 31 March 2026**

	Notes	Unrestricted Funds £	Restricted Funds £	Total Funds 2026 £	Total Funds 2025 £
Income from:					
Donations and legacies	3	120,900	-	120,900	119,182
Charitable activities	4	359,940	300,268	660,208	728,075
Investment income	5	7,513	-	7,513	1,741
Total income		<u>488,353</u>	<u>300,268</u>	<u>788,621</u>	<u>848,998</u>
Expenditure on:					
Charitable activities	6	<u>512,097</u>	<u>299,243</u>	<u>811,340</u>	<u>820,836</u>
Total expenditure		<u>512,097</u>	<u>299,243</u>	<u>811,340</u>	<u>820,836</u>
Net (expenditure)/income and net movement in funds		(23,744)	1,025	(22,719)	28,162
Transfers		(269)	269	-	-
Movement in funds		(24,013)	1,294	(22,719)	28,162
Reconciliation of funds					
Funds at 1 April 2025	11	<u>308,881</u>	<u>17,424</u>	<u>326,305</u>	<u>298,143</u>
Funds at 31 March 2026	11	<u>284,868</u>	<u>18,718</u>	<u>303,586</u>	<u>326,305</u>

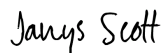
All income and expenditure is derived from continuing operations.

The statement of financial activities includes all gains and losses recognised in the year.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND**BALANCE SHEET**
as at 31 March 2026

	Notes	2026 £	2025 £
Fixed assets			
Tangible assets	8	<u>1,401</u>	<u>575</u>
Current assets			
Debtors	9	31,484	21,618
Cash at bank and in hand		75,739	186,394
Current asset investments – fixed term deposits		<u>232,513</u>	<u>170,000</u>
		339,736	378,012
Liabilities			
Creditors: amounts falling due within one year	10	<u>(37,551)</u>	<u>(52,282)</u>
Net current assets		<u>302,185</u>	<u>325,730</u>
Net assets		<u><u>303,586</u></u>	<u><u>326,305</u></u>
Funds			
Unrestricted funds – general	11,12	284,868	308,881
Restricted funds	11,12	<u>18,718</u>	<u>17,424</u>
		<u><u>303,586</u></u>	<u><u>326,305</u></u>

The financial statements were approved and authorised for issue by the Board of Trustees on 8 September 2026 and were signed on their behalf by:



Janys M Scott
Trustee

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES for the Year Ended 31 March 2026

	2026 £	2025 £
Net (expenditure)/income for the year (as per the SOFA)	(22,719)	28,162
Adjustments for:		
(Increase)/decrease in debtors	(9,866)	2,653
(Decrease)/increase in creditors	(14,731)	8,748
Depreciation	332	514
Investment income	(7,513)	(1,741)
Net cash (used in)/provided by operating activities	(54,497)	38,336

STATEMENT OF CASH FLOWS for the year ended 31 March 2026

	Notes	2026 £	2025 £
Cash flows from operating activities:			
<i>Net cash (used in)/provided by operating activities</i>		<u>(54,497)</u>	<u>38,336</u>
Cash flows from investing activities:			
Investment income		7,513	1,741
Purchase of tangible fixed assets		<u>(1,158)</u>	<u>(610)</u>
Net cash flow provided by investing activities		<u>6,355</u>	<u>1,131</u>
Change in cash and cash equivalents in the year	13	(48,142)	39,467
Cash and cash equivalents at the beginning of the year	13	<u>356,394</u>	<u>316,927</u>
Cash and cash equivalents at the end of the year	13	<u>308,252</u>	<u>356,394</u>
Cash and cash equivalents comprise:			
Cash held at bank		75,739	186,394
Fixed term deposits		<u>232,513</u>	<u>170,000</u>
		<u>308,252</u>	<u>356,394</u>

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 March 2026

1. Accounting policies

The significant accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

a) Basis of preparation

The financial statements have been prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The financial statements have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and UK Generally Accepted Accounting Practice.

The charity meets the definition of a Public Benefit Entity as defined by FRS 102.

b) Going concern

These financial statements have been prepared on the going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted level of income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

c) Income

Income is recognised in the Statement of Financial Activities when the charity has entitlement to the funds, when it is probable that the income will be received and the amount can be measured reliably.

Donations, legacies and similar incoming resources such as membership subscriptions and grants for core funding are included in the period in which they are receivable, which is when the charity becomes entitled to the resource.

Income from charitable activities relates to the delivery of training, seminars and workshops to the charity's beneficiaries and is recognised when the charity has delivered the training and is therefore entitled to the income.

Other trading income includes income from the sale of publications, which is recognised when the charity has sold the item and is therefore entitled to the income.

Other income relates to bank interest and is recognised when receivable.

d) Expenditure

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 accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2026****1. Accounting policies (continued)****d) Expenditure (continued)**

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them. Support costs are allocated between governance costs and other support costs. Governance costs comprise those costs involving the public accountability of the charity and its compliance with regulations and good practice. They therefore include the cost of audit and professional advice for trustees. Other support costs relate to the administrative costs of running the charity and are allocated to charitable activities accordingly.

e) Tangible fixed assets

Tangible fixed assets costing more than £250 are capitalised and stated at cost and depreciated over their useful economic lives as the following rates:

Computer equipment	33.33% straight line
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f) Debtors

Other debtors are recognised at the settlement amount due.

g) Cash at bank and in hand

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

h) 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 reliably. Creditors and provisions are normally recognised at their settlement amount.

i) Financial instruments

The charity has only 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.

j) Fund accounting

Restricted funds are to be used for the specified purposes as laid down by the donor. Unrestricted funds are funds that can be used in accordance with the objectives of the charity at the discretion of the trustees.

k) Pensions

The charity contributes to employees' individual pension plans. The amounts charged in the statement of financial activities represent the contributions to the defined contribution scheme in respect of the accounting period. A salary sacrifice scheme was introduced in July 2023 and has increased the value of pension contributions being made.

l) Operating lease commitments

Rentals paid under operating leases are charged to the statement of financial activities on a straight-line basis over the period of the lease.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2026****1. Accounting policies (continued)****m) Judgements in applying key sources of estimation uncertainty**

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 considered to be relevant. Actual results may differ from these estimates.

In preparing these financial statements, the trustees have made the following judgements:

- Tangible fixed assets are depreciated over a period to reflect their estimated useful lines. The applicability of the assumed lines is renewed annually considering factors such as physical condition, maintenance and obsolescence.

2. Net income and expenditure

	2026 £	2025 £
This is stated after charging:		
Auditors' remuneration – audit (excluding VAT)	8,500	5,150
– accounts (excluding VAT)	1,000	1,000
Depreciation	332	514
	<u>9,832</u>	<u>6,664</u>

3. Donations

	Unrestricted £	Restricted £	2026 £	2025 £
Scottish Government - core	102,900	-	102,900	102,900
Scottish Government – Adoption Week	18,000	-	18,000	16,222
Other grants and donations	-	-	-	60
	<u>120,900</u>	<u>-</u>	<u>120,900</u>	<u>119,182</u>

Income from donations was unrestricted in both the current and prior year.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2026****4. Income from charitable activities**

	Unrestricted	Restricted	2026	2025
	£	£	£	£
Scotland's Adoption Register	-	236,978	236,978	225,417
Supporting the Workforce	-	-	-	33,967
Permanently Progressing	825	-	825	3,753
Foundation for Families	-	-	-	10,550
Birth Roots	-	5,000	5,000	-
Permanence Guides	-	58,290	58,290	38,309
Enhancing Impact – Digital Work	-	-	-	2,000
Kinship Care Advice Service Scotland	34,650	-	34,650	82,914
Memberships	187,983	-	187,983	184,378
Panels	59,412	-	59,412	70,954
Seminars	7,720	-	7,720	11,195
Specialised courses	33,300	-	33,300	30,510
Training income	16,590	-	16,590	8,773
Workshops	8,340	-	8,340	13,191
Consultancy income	7,150	-	7,150	7,900
Recovery of travel costs	3,970	-	3,970	4,264
	<u>359,940</u>	<u>300,268</u>	<u>660,208</u>	<u>728,075</u>

Income from charitable activities of £660,208 (2025: £728,075) is made up of £359,940 (2025: £414,079) unrestricted income and £300,268 (2025: £313,996) restricted income.

5. Investment income

	Unrestricted	Unrestricted
	2026	2025
	£	£
Bank interest	<u>7,513</u>	<u>1,741</u>

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2026****6. Expenditure on charitable activities**

	Unrestricted £	Restricted £	2026 £	2025 £
Associate Trainer and research fees	33,751	-	33,751	41,450
Staff costs (note 6)	367,006	172,278	539,284	543,375
Direct project costs	10,176	12,651	22,827	15,583
Link maker	-	93,712	93,712	93,712
External affiliations	50,271	65	50,336	50,074
Course fees	11,151	-	11,151	10,272
Speakers' fees and venue hire	669	3,547	4,216	9,278
Events and publications	697	1,339	2,036	4,746
Office support costs	21,203	10,894	32,097	32,883
Staff travel and training	6,590	2,295	8,885	7,400
Depreciation	332	-	332	514
Governance costs	10,079	2,462	12,541	11,490
Miscellaneous	172	-	172	59
	<u>512,097</u>	<u>299,243</u>	<u>811,340</u>	<u>820,836</u>
Governance costs comprise the following:				
- Audit fee			6,977	6,150
- HR fees			3,954	3,246
- Other professional fees			<u>1,610</u>	<u>2,094</u>
			<u>12,541</u>	<u>11,490</u>

Expenditure on charitable activities of £811,340 (2025: £820,836) is made up of £512,097 (2025: £492,338) unrestricted expenditure and £299,243 (2025: £328,498) restricted expenditure.

7. Staff costs and numbers

	2026 £	2025 £
Gross salaries	389,072	418,390
Employers NIC	40,431	38,181
Employers pension contributions	91,646	86,804
Redundancy	<u>18,135</u>	<u>-</u>
	<u>539,284</u>	<u>543,375</u>
Remuneration of key management personnel*	<u>68,390</u>	<u>73,524</u>

*Key management remuneration includes gross salaries, employer's national insurance and pension contributions.

The average number of employees during the year was 10 (2025: 11).

There were no employees with emoluments between £60,000 - £70,000 in the year (2025: 1).

Key management personnel comprise the Board of Trustees and Executive Director.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2026****8. Tangible fixed assets**

	Office equipment £
Cost	
At 1 April 2025	8,495
Additions	1,158
Disposals	-
At 31 March 2026	9,653
Depreciation	
At 1 April 2025	7,920
Charge for the year	332
Disposals	-
At 31 March 2026	8,252
Net book value	
At 31 March 2026	1,401
At 31 March 2025	575

9. Debtors

	2026 £	2025 £
Trade debtors	20,645	13,628
Prepayments and accrued income	6,964	4,115
Other debtors	3,875	3,875
	31,484	21,618

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2026

10. Creditors: amounts falling due within one year

	2026 £	2025 £
Trade creditors	32	2,537
Deferred income	1,406	2,056
Accruals	17,250	16,803
Taxation	18,863	30,886
	<u>37,551</u>	<u>52,282</u>
Deferred income		
At 1 April	2,056	654
Released in the year	(2,056)	(654)
Deferred in year	<u>1,406</u>	<u>2,056</u>
At 31 March	<u>1,406</u>	<u>2,056</u>

Deferred income comprises income received in advance for membership income for 26/27.

11. Movement in funds

	At 1 April 2025 £	Income £	Expenditure £	Transfers £	At 31 March 2026 £
Unrestricted funds					
General fund	<u>308,881</u>	<u>488,353</u>	<u>(512,097)</u>	<u>(269)</u>	<u>284,868</u>
Restricted funds					
Scotland's Adoption Register	12,924	236,978	(237,028)	-	12,874
Foundations for Families	-	-	(8)	8	-
Supporting the Workforce	4,500	-	(4,761)	261	-
Permanence Guides	-	58,290	(57,446)	-	844
Birth Roots Service – South Lanarkshire	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
	<u>17,424</u>	<u>300,268</u>	<u>(299,243)</u>	<u>269</u>	<u>18,718</u>
	<u>326,305</u>	<u>788,621</u>	<u>(811,340)</u>	<u>-</u>	<u>303,586</u>

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2026

11. Movement in funds (continued)

	At 1 April 2024 £	Income £	Expenditure £	Transfers £	At 31 March 2025 £
Unrestricted funds					
General fund	266,217	535,002	(492,338)	-	308,881
Restricted funds					
Scotland's Adoption Register	19,627	225,417	(232,120)	-	12,924
Foundations for Families	-	10,550	(10,550)	-	-
Supporting the Workforce	5,733	33,967	(35,200)	-	4,500
STAR	6,566	-	(6,566)	-	-
Permanently Progressing	-	3,753	(3,753)	-	-
Permanence Guides	-	38,309	(38,309)	-	-
Enhancing Impact – Digital Work	-	2,000	(2,000)	-	-
	31,926	313,996	(328,498)	-	17,424
	298,143	848,998	(820,836)	-	326,305
	266,217	535,002	(492,338)	-	308,881

Scotland's Adoption Register

Funding from the Scottish Government to host Scotland's Adoption Register and support agencies across Scotland to maximise family funding opportunities for children identified as requiring adoption.

Foundations for Families

Adoption UK are piloting a new service called Foundation for Families that aims to support kinship families in four local authorities in Scotland by providing therapeutic, education, and community services. AFKA Scotland have been commissioned to evaluate this pilot and will be working with AUK and their partners over 2023 to 2026.

Supporting the Workforce

Funding by the Corra "Supporting the Workforce" Promise Partnership workstream, and in collaboration with Health, Education and Social Work colleagues in Aberdeenshire to consider what health and education practitioners need to help them better understand and support children and young people moving into forms of permanent care.

Permanence Guides

Funding provided to develop three national good practice guides on permanence, on the topics of Contract, Supporting Birth Families, and Supporting Families in Permanence.

Birth Roots Service – South Lanarkshire

Funding provided to evaluate SLC Birth Roots Service.

STAR

Funding from the Promise Partnership via Corra Foundation to undertake a process evaluation of the "Siblings Together and Reunited" (STAR) project. Project ended in July 2024.

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2026****11. Movement in funds (continued)****Permanently Progressing Phase II**

Working with lead partner, Stirling University, AFKA Scotland is involved in supporting the middle childhood phase of this major longitudinal study into outcomes for children who became looked after in 2012/13. Project ended in September 2024.

Enhancing Impact – Digital Work

This pilot study was a collaboration between AFKA and the University of Edinburgh exploring how the digital world impacts on Kinship Carers and the challenges they face in caring for children and young people. The aim of the study is to produce information that will help social workers and others to better support Kinship Carers. Findings will be written up in briefings for Practitioners and Kinship Carers. Project has ended.

12. Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total Funds £
Tangible fixed assets	1,401	-	1,401
Net current assets	283,467	18,718	302,185
Net assets at 31 March 2026	284,868	18,718	303,586
Tangible fixed assets	575	-	575
Net current assets	308,306	17,424	325,730
Net assets at 31 March 2025	308,881	17,424	326,305

13. Analysis of net funds

	At 1 April 2025 £	Cashflows £	At 31 March 2026 £
Cash and cash equivalents	356,394	(48,142)	308,252
Net funds	356,394	(48,142)	308,252

ASSOCIATION FOR FOSTERING, KINSHIP AND ADOPTION SCOTLAND

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2026

14. Lease commitments

As at 31 March 2026 the charity was committed to making the following total payments in respect of non-cancellable operating leases:

	2026 Land and buildings £	2025 Land and buildings £
Amounts due:		
Within one year	5,975	5,975

15. Related party transactions

In common with other charitable membership bodies, trustees may purchase memberships or attend seminars and events. In the current year, Trustee Janys Scott received a free membership. During the prior year, she purchased a membership at a discounted rate. Trustees received no other remuneration, reimbursement of expenses or other benefits in the year (2025: none).