

**REPORT OF THE TRUSTEES AND  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2021  
FOR  
RED SQUIRRELS NURSERY**

# **RED SQUIRRELS NURSERY**

## **CONTENTS OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021**

	<b>Page</b>
<b>Report of the Trustees</b>	1 to 3
<b>Independent Examiner's Report</b>	4
<b>Statement of Financial Activities</b>	5
<b>Balance Sheet</b>	6
<b>Notes to the Financial Statements</b>	7 to 10
<b>Detailed Statement of Financial Activities</b>	11

**RED SQUIRRELS NURSERY**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 JULY 2021**

The trustees present their report with the financial statements of the charity for the year ended 31 July 2021. The trustees have adopted the provisions of 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).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The objects of the charity as contained within its trust constitution is to enhance the development and education of children under statutory school age by encouraging parents to understand and provide for the needs of their children through community groups.

The aims of the charity are:

- a. To provide high quality day care and education for children aged 2 to 5.
- b. To help all children, regardless of sex, religious beliefs or ability to feel secure, happy and enjoy coming to nursery and gain in confidence.
- c. To enable all children to fulfil their potential, whatever their ability.
- d. To work through praise and encouragement, expect good standards of behaviour and enable children to work individually and together.
- e. Through play, provide a stimulating and wide range of experiences and challenges to enable children to develop as active learners, to give a sound preparation for school life.
- f. To enable children to leave the nursery and start primary school as happy, considerate and enquiring pupils.
- g. To encourage parents to be involved in all aspects of their child's development.

**ACHIEVEMENT AND PERFORMANCE**

**Review of Progress and Achievements**

Building

The nursery and its covered outdoor area are organised to deliver the required six areas of learning in line with the EYFS.

Staff Training

The staff have continued to follow a training programme to ensure that they are up to date with all core training. Every member of staff holds a recognised first aid qualification.

Ofsted Inspection

The nursery has worked hard to implement the recommendations made in the last Ofsted report (March 2017), which graded the nursery as 'good'. An Action Plan has been drawn up and procedures have been put in place to satisfy the recommendations.

The Ofsted Inspector made two recommendations for the nursery to act upon:

- a. Strengthen supervision systems further and ensure that targets set for staff development are more securely linked to improving outcomes for children.
- b. Strengthen further the use of professional development opportunities to raise the quality of teaching to an even higher level.

**RED SQUIRRELS NURSERY**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 JULY 2021**

**FINANCIAL REVIEW**

The statement of financial activities shows a profit of £9,068.

The accounts show a profit this year, which is due to the increased income from more children attending the nursery, and the fantastic efforts the staff have made to keep the nursery running efficiently. When the nursery re-opened in September 2020 it had a new staff and management structure. It now works together with the Primary school with some pre-school children spending time in class one. The committee hopes that this collaboration will continue to attract more families to the nursery and therefore help it to run profitably.

The nursery monitors the budget closely to ensure appropriate spending. It has been a successful year despite the pandemic, and we are optimistic that this year will see the nursery as a whole, grow and progress.

The nursery now has four regular members of staff, including a manager, a deputy manager and an apprentice. We are pleased to offer a five day week, and will monitor this in line with the budget, and the number of children requiring childcare. Over the next year we will again monitor the budget closely and continue to try and attract new children to our nursery. We look forward to a successful year.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Organisational structure**

The charity operates from its own purpose-built accommodation on the site of Warcop C of E Primary School. A rent is paid to the school for use of the site and the school provides the nursery with certain services.

The nursery is a provider of education and care for children aged 2 to 5 years who travel from surrounding towns and villages. The charity is registered as a provider with OFSTED. We are also registered with the current Government Grant Scheme for eligible children to receive free/subsidised education from the age of 2 also the term following their 3rd birthday.

The Trustees currently employ 3 part-time members of staff, which includes bank staff, all of whom hold a recognised qualification in childcare. Volunteer helpers have also given their time to the charity on a regular basis. We are supported by an Early Years Development Worker and an Early Years Advisory Teacher.

The charity offers nursery education and care to children aged between 2 to 5 years. At Warcop, we have operated on 5 full days when economically possible, and this is sometimes reduced to four full days when there has been insufficient demand.

Members of staff have continued to implement the Early Years Foundation Stage, which was implemented in September 2008. Emphasis has been placed on observing and recording children's interests to inform the planning of activities. The nursery uses a "Tapestry Online Learning Journal" for every child, where development and progress is recorded and shared with each child's parent.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

1036866

**Principal address**

Warcop C of E School  
Appleby-in-Westmorland  
Cumbria  
CA16 6NX

**RED SQUIRRELS NURSERY**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 JULY 2021**

**Trustees**

Mrs C Patterson  
Mrs C J Shihadah  
Mrs J Bailey (resigned 29.11.21)  
Mrs G Hutchison Chairperson (resigned 29.11.21)  
Mrs C Thorpe (appointed 29.11.21)  
Mrs E Hope (appointed 29.11.21)  
Mrs S Lofthouse (appointed 29.11.21)  
Mrs E Porter (appointed 29.11.21)

**Independent Examiner**

Mr J F Hornby, FCA  
J F Hornby & Co  
Chartered Accountants  
The Tower  
Daltongate Business Centre  
Daltongate  
Ulverston  
Cumbria  
LA12 7AJ

Approved by order of the board of trustees on 16 March 2022 and signed on its behalf by:

Mrs C J Shihadah - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
RED SQUIRRELS NURSERY**

**Independent examiner's report to the trustees of Red Squirrels Nursery**

I report to the charity trustees on my examination of the accounts of Red Squirrels Nursery (the Trust) for the year ended 31 July 2021.

**Responsibilities and basis of report**

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

**Independent examiner's statement**

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Mr J F Hornby, FCA  
J F Hornby & Co  
Chartered Accountants  
The Tower  
Daltongate Business Centre  
Daltongate  
Ulverston  
Cumbria  
LA12 7AJ

16 March 2022

# RED SQUIRRELS NURSERY

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 JULY 2021

		31.7.21 Unrestricted fund £	31.7.20 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>	Notes		
Donations and legacies		39,705	34,896
<b>EXPENDITURE ON</b>			
Raising funds	2	29,452	22,968
Other		1,185	1,991
<b>Total</b>		30,637	24,959
<b>NET INCOME</b>		9,068	9,937
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		13,980	4,043
<b>TOTAL FUNDS CARRIED FORWARD</b>		23,048	13,980

The notes form part of these financial statements

**RED SQUIRRELS NURSERY****BALANCE SHEET  
31 JULY 2021**

	Notes	31.7.21 Unrestricted fund £	31.7.20 Total funds £
<b>CURRENT ASSETS</b>			
Cash at bank and in hand		23,048	13,980
<b>NET CURRENT ASSETS</b>		<u>23,048</u>	<u>13,980</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		23,048	13,980
<b>NET ASSETS</b>		<u>23,048</u>	<u>13,980</u>
<b>FUNDS</b>	6		
Unrestricted funds		23,048	13,980
<b>TOTAL FUNDS</b>		<u>23,048</u>	<u>13,980</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 16 March 2022 and were signed on its behalf by:

Mrs C J Shihadah - Trustee



## RED SQUIRRELS NURSERY

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

#### 1. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

The financial statements have been prepared on a receipts and payments basis.

##### **Income**

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

##### **Expenditure**

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

##### **Taxation**

The charity is exempt from 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 can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

##### **Pension costs and other post-retirement benefits**

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

# RED SQUIRRELS NURSERY

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 JULY 2021

### 2. RAISING FUNDS

#### Raising donations and legacies

	31.7.21	31.7.20
	£	£
Staff costs	25,847	20,457
Support costs	3,605	2,511
	<u>29,452</u>	<u>22,968</u>

### 3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2021 nor for the year ended 31 July 2020.

#### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 July 2021 nor for the year ended 31 July 2020.

### 4. STAFF COSTS

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

	31.7.21	31.7.20
Childcare	3	3
Administration	1	1
	<u>4</u>	<u>4</u>

No employees received emoluments in excess of £60,000.

### 5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
<b>INCOME AND ENDOWMENTS FROM</b>	
Donations and legacies	34,896
<b>EXPENDITURE ON</b>	
Raising funds	22,968
Other	1,991
<b>Total</b>	<u>24,959</u>
<b>NET INCOME</b>	<u>9,937</u>
<b>RECONCILIATION OF FUNDS</b>	
Total funds brought forward	4,043
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>13,980</u>

# RED SQUIRRELS NURSERY

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 JULY 2021

### 6. MOVEMENT IN FUNDS

	At 1.8.20 £	Net movement in funds £	At 31.7.21 £
<b>Unrestricted funds</b>			
General fund	13,980	9,068	23,048
<b>TOTAL FUNDS</b>	<u>13,980</u>	<u>9,068</u>	<u>23,048</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	39,705	(30,637)	9,068
<b>TOTAL FUNDS</b>	<u>39,705</u>	<u>(30,637)</u>	<u>9,068</u>

### Comparatives for movement in funds

	At 1.8.19 £	Net movement in funds £	At 31.7.20 £
<b>Unrestricted funds</b>			
General fund	4,043	9,937	13,980
<b>TOTAL FUNDS</b>	<u>4,043</u>	<u>9,937</u>	<u>13,980</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	34,896	(24,959)	9,937
<b>TOTAL FUNDS</b>	<u>34,896</u>	<u>(24,959)</u>	<u>9,937</u>

# RED SQUIRRELS NURSERY

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 JULY 2021

### 6. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.8.19 £	Net movement in funds £	At 31.7.21 £
<b>Unrestricted funds</b>			
General fund	4,043	19,005	23,048
<b>TOTAL FUNDS</b>	<u>4,043</u>	<u>19,005</u>	<u>23,048</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	74,601	(55,596)	19,005
<b>TOTAL FUNDS</b>	<u>74,601</u>	<u>(55,596)</u>	<u>19,005</u>

### 7. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 July 2021.

### 8. TANGIBLE FIXED ASSETS

The financial statements being prepared on a receipts and payments basis the cost of tangible fixed assets is not capitalised. At 31st July 2021 the charity owned tangible fixed assets with an estimated value of £2,280 (2020: £2,280).

# RED SQUIRRELS NURSERY

## DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 JULY 2021

	31.7.21 £	31.7.20 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Nursery fees	6,668	4,331
Donations	50	100
Grants	32,936	30,020
Fundraising	51	445
	<hr/>	<hr/>
	39,705	34,896
<b>Total incoming resources</b>	<hr/>	<hr/>
	39,705	34,896
<b>EXPENDITURE</b>		
<b>Raising donations and legacies</b>		
Wages	25,394	20,457
Pensions	453	-
	<hr/>	<hr/>
	25,847	20,457
<b>Other</b>		
Rent	495	660
Light and heat	131	1,083
Building maintenance	559	248
	<hr/>	<hr/>
	1,185	1,991
<b>Support costs</b>		
<b>Management</b>		
Insurance	1,946	1,357
Telephone	170	227
Sundries and cleaning	282	138
Subscriptions	223	231
Activities	-	184
Milk	13	-
Fundraising	-	148
Uniforms	-	96
Training	72	130
School hours	899	-
	<hr/>	<hr/>
	3,605	2,511
<b>Total resources expended</b>	<hr/>	<hr/>
	30,637	24,959
<b>Net income</b>	<hr/>	<hr/>
	9,068	9,937

This page does not form part of the statutory financial statements