

CRANK NURSERY LIMITED

England & Wales · Charity number 1039121

Details

Other names	CRANK HILL NURSERY
Status	Registered
Legal form	Charitable company
Company number	02913840
Registered	1994-06-30
Register	View on the Charity Commission register

Contact

Address	Crank Nursery Crank Hill Crank St. Helens WA11 7SD
Phone	01744886166
Email	admin@cranknursery.net
Website	www.cranknursery.co.uk

Activities

Objects: TO ADVANCE THE EDUCATION OF CHILDREN BELOW AND OF COMPULSORY SCHOOL AGE

Activities: Operating a children's day nursery from ages 3 months to pre school

Classification

- **How:** Provides Services
- **What:** Education/training
- **Who:** Children/young People

Geography

- **Area of benefit:** CRANK AND RAINFORD AREA OF ST HELENS MERSEYSIDE
- St Helens

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£1,479,548	£1,343,774	£346,907	47
2024-03-31	£1,060,566	£1,113,835	£211,133	46
2023-03-31	£903,389	£978,411	£264,402	36
2022-03-31	£840,921	£790,192	£339,424	33
2021-03-31	£722,152	£726,524	£288,695	33

Trustees

Name	Role	Appointed
BERYL ELIZABETH BRIGHOUSE	Chair	2011-05-26
Andrew James Lyons		2021-12-01
Nicola Jayne Garner		2024-06-25
Pamela Anne Davenport		2019-07-30

CRANK NURSERY LIMITED

England & Wales - Charity number 1039121

Accounts

REGISTERED COMPANY NUMBER: 02913840 (England and Wales)
REGISTERED CHARITY NUMBER: 1039121

CRANK NURSERY LIMITED
REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

CRANK NURSERY LIMITED
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FOR THE YEAR ENDED 31 MARCH 2025

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2025. 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 charity's objective and its principle activity is to utilise its resources to benefit the public in such a way as to advance the education of children below compulsory school age by the provision of day care nursery facilities for such children. The children are mainly but not exclusively resident in Crank, Rainford, Billinge and Eccleston areas of St Helens. The charity is organised so that the Trustees meet regularly to manage its affairs. The remaining staff are employed in the Nursery.

In achieving these objectives and aims, the Trustees have identified the following specific purposes and value:

Organisational Purpose - Supporting children to be active citizens

Organisational Values - Seeing the possibilities to make a positive difference

- Valuing and celebrating diversity
- Supporting rights, needs, choices and dreams
- Being responsible, sustainable and innovative in our work

STRATEGIC REPORT

Achievements and performance

The Trustees are pleased to report a successful year, and the Nursery have made a surplus. The Trustees feel the results are in line with expectations of the long-term strategy for the Nursery.

The Nursery has an excellent reputation in the surrounding area, and staff turnover has remained low. The number of children attending has stayed consistently high.

The under 2's play area has undergone a refurbishment, the boiler has been replaced, a hardwired panic alarm system has been installed and an electronic staff signing in system has also been installed.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

STRATEGIC REPORT

Financial review

From a financial point of view the results for the year show a surplus of £135,774 compared to a deficit the previous year of £53,269. The main reason for this surplus is the introduction of the Government funded hours for children from 9 months plus and the high numbers of children attending. As indicated in previous reports, the Trustees have continued to operate an on-going programme of property maintenance.

Progress of the charity against its objective

We have supported several local charities during the year, including Crank & Kings Moss Village Community Association and Crank in Bloom. We have also supported a local family in their fundraising after a terminal cancer diagnosis.

Key performance indicators

1. The Nursery has been awarded the highest possible score of 5 stars from Environmental Health and St Helens MBC scores on the doors and achieved the Healthy Eating Award.
2. Positive feedback and comments from parents, local schools and the Local Authority Early Years team.

Significant Positive and Negative factors that have affected the Nursery

Staffing levels have remained stable with little staff turnover which the Trustees consider is helpful for the development of the children attending the Nursery with high numbers of pupils being maintained.

The introduction of Local Authority 15-hour funding for children from the age of 9 months has increased the number of enquiries received regarding places and Nursery now has a large waiting list for places.

Schools continue to expand their provision to younger children which creates more competition within the sector.

Reserves Policy

The trustees have reviewed the Charity's need for reserves in line with guidance issued by the Charity Commission and have issued a detailed Reserves Policy. The charity has designated funds set aside for anticipated future expenditure as detailed in note 20 to the accounts. The trustees believe that in addition to known commitments, it is good financial practice to hold up to six months running costs in reserve, given that the charity's income could fluctuate.

An analysis of reserves at 31 March 2025 reveals that of total reserves of £346,907, £1,634 was held as restricted funds and £345,273 as unrestricted general funds. This figure is equivalent to approximately 3 months of running costs for the nursery.

Principal risks and uncertainties

The trustees consider the major strategic, business and operational risks that the charity faces each year when considering budgets and business plans. Systems have been developed to monitor and control these risks to mitigate any impact that the risks may have in the future.

Key management personnel

The Trustees consider the key management personnel to be the management team. The remuneration of the key management personnel is set by the trustees with reference to available benchmarks of competitor pay.

Future plans

Plans for the future include the continuing maintenance and improvement of the Nursery.

All staff will continue to keep their training up to date, including Paediatric First Aid and Safeguarding. We are continually striving to achieve the best possible outcome for the children by providing qualified and experienced staff and maintaining the purchase of good quality resources and equipment.

The children's toilets will be renovated and the number increased and an additional staff toilet will also be added. An additional nappy changing area will be created and an existing one will be extended. The outdoor play area will also be enhanced.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

Crank Nursery is a Charitable Company Limited by Guarantee, governed by a Memorandum and Articles of Association.

Overall direction and supervision of the activities of the Association is exercised by a Management Committee of 4 Directors including the officers (Chair: Mrs BE Brighouse and Company Secretary: Mrs S. Roper). The day to day running of the Nursery is undertaken by Mrs Sarah Morgan, Manager.

METHOD, APPOINTMENT, INDUCTION AND TRAINING OF TRUSTEES

All of the trustees are respected members of the local community and understand the ethos of our charity. The trustees have a background in business and/or working with children and have current enhanced DBS checks.

New trustees must be nominated by an existing member of the Nursery Board.

Potential new trustees will be invited for an informal visit to the Nursery and to meet the Board. If the Board deem the candidate suitable, the next stage in the procedure would be for them to be invited for an interview with the Board and the Nursery Manager. Following the interview a vote will be held and if agreed by a majority of the Board the candidate will be invited to join the Board as a Trustee.

Training of the Trustees is an ongoing process governed by the needs of the Nursery.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02913840 (England and Wales)

Registered Charity number

1039121

Registered office

Crank Nursery
Crank Hill
Crank
St Helens
Merseyside
WA11 7SD

Trustees

Mrs B E Brighouse
Mrs P A Davenport
Mr A J Lyons
Mrs N J Garner (appointed 25.6.24)

Company Secretary

Mrs S Roper

Auditors

Livesey Spottiswood Ltd
Chartered Accountants and
Statutory Auditors
17 George Street
St Helens
Merseyside
WA10 1DB

Bankers

NatWest Bank plc
5 Ormskirk St
St Helens
Merseyside
WA10 1DR

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

DISABLED EMPLOYEES

In accordance with the charity's Equal Opportunity Policy, the Charity has an established fair employment practice in the recruitment, selection, retention and training of disabled staff.

EMPLOYEE INVOLVEMENT

Employees attend regular staff meetings where their opinions on various nursery matters can be discussed and debated. The nursery has implemented a number of detailed policies regarding:

- Equality and Inclusion
- Safer recruitment
- Health and Safety
- Safeguarding and Welfare

The full details of all policies are available in the nursery.

BENEFIT TO THE PUBLIC

The Trustees confirm they have regard for the Public Benefit guidance issued by the Charity Commission as the Charities Act 2011 requires the Charity to demonstrate the Public Benefit of our aims.

The charity provides affordable, quality childcare for children within the local community along with employment for over 40 members of staff. The nursery also allows the use of the premises for the local community to use for fund raising purposes and as a polling station.

TRUSTEES' RESPONSIBILITY STATEMENT

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

Company law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

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

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 17 December 2025 and signed on the board's behalf by:

Mrs S Roper - Secretary

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
CRANK NURSERY LIMITED (REGISTERED NUMBER: 02913840)**

Opinion

We have audited the financial statements of Crank Nursery Limited (the 'charitable company') for the year ended 31 March 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (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 2025 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 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 charitable company'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 trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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 the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where 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.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
CRANK NURSERY LIMITED (REGISTERED NUMBER: 02913840)**

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, 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 charitable company'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.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors 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 planned and performed to detect irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

Our approach was as follows:

- Discussions with management and those involved in the financial reporting process including consideration of known or suspected instances of non-compliance with laws and regulations central to the company's ability to operate, and fraud;
- Evaluation and testing of the operating effectiveness of management's controls designed to prevent and detect irregularities;
- Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations or of significant monetary amount; and
- Review of the rationale for the calculation of key accounting estimates in the financial statements and testing of the accuracy of these calculations.

There are inherent limitations in the audit procedures described above. The further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

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.

David Hudd BA FCA (Senior Statutory Auditor)
for and on behalf of Livesey Spottiswood Ltd
Chartered Accountants and
Statutory Auditors
17 George Street
St Helens
Merseyside
WA10 1DB

17 December 2025

CRANK NURSERY LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2025**

	Notes	Unrestricted fund £	Restricted fund £	2025 Total funds £	2024 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	634,787	2,463	637,250	213,747
Charitable activities					
Operation of nursery	5	833,639	-	833,639	838,515
Activities for generating funds	3	4,401	1,190	5,591	2,406
Investment income	4	2,322	-	2,322	2,598
Other income		746	-	746	3,300
Total		<u>1,475,895</u>	<u>3,653</u>	<u>1,479,548</u>	<u>1,060,566</u>
EXPENDITURE ON					
Raising funds	6	1,998	-	1,998	1,096
Charitable activities					
Operation of nursery	7	1,339,757	2,019	1,341,776	1,112,739
Total		<u>1,341,755</u>	<u>2,019</u>	<u>1,343,774</u>	<u>1,113,835</u>
NET INCOME/(EXPENDITURE)		134,140	1,634	135,774	(53,269)
RECONCILIATION OF FUNDS					
Total funds brought forward		211,133	-	211,133	264,402
TOTAL FUNDS CARRIED FORWARD		<u><u>345,273</u></u>	<u><u>1,634</u></u>	<u><u>346,907</u></u>	<u><u>211,133</u></u>

The notes form part of these financial statements

BALANCE SHEET
31 MARCH 2025

	Notes	Unrestricted fund £	Restricted fund £	2025 Total funds £	2024 Total funds £
FIXED ASSETS					
Tangible assets	12	95,271	1,070	96,341	66,063
CURRENT ASSETS					
Debtors	13	21,462	-	21,462	14,519
Cash at bank		358,420	564	358,984	226,633
		<u>379,882</u>	<u>564</u>	<u>380,446</u>	<u>241,152</u>
CREDITORS					
Amounts falling due within one year	14	(129,880)	-	(129,880)	(96,082)
NET CURRENT ASSETS		<u>250,002</u>	<u>564</u>	<u>250,566</u>	<u>145,070</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>345,273</u>	<u>1,634</u>	<u>346,907</u>	<u>211,133</u>
NET ASSETS		<u>345,273</u>	<u>1,634</u>	<u>346,907</u>	<u>211,133</u>
FUNDS	16				
Unrestricted funds				345,273	211,133
Restricted funds				1,634	-
TOTAL FUNDS				<u>346,907</u>	<u>211,133</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 17 December 2025 and were signed on its behalf by:

Mrs B E Brighthouse - Trustee

CRANK NURSERY LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2025

	Notes	2025 £	2024 £
Cash flows from operating activities			
Cash generated from operations	1	175,743	(62,460)
Interest paid		-	(3,375)
Net cash provided by/(used in) operating activities		<u>175,743</u>	<u>(65,835)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(43,392)	(20,129)
Net cash used in investing activities		<u>(43,392)</u>	<u>(20,129)</u>
Change in cash and cash equivalents in the reporting period			
		132,351	(85,964)
Cash and cash equivalents at the beginning of the reporting period			
		<u>226,633</u>	<u>312,597</u>
Cash and cash equivalents at the end of the reporting period			
		<u><u>358,984</u></u>	<u><u>226,633</u></u>

The notes form part of these financial statements

CRANK NURSERY LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2025**

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

	2025	2024
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	135,774	(53,269)
Adjustments for:		
Depreciation charges	13,114	10,249
Interest paid	-	3,375
(Increase)/decrease in debtors	(6,943)	3,477
Increase/(decrease) in creditors	33,798	(26,292)
	<u>175,743</u>	<u>(62,460)</u>
Net cash provided by/(used in) operations	<u>175,743</u>	<u>(62,460)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/24	Cash flow	At 31/3/25
	£	£	£
Net cash			
Cash at bank	226,633	132,351	358,984
	<u>226,633</u>	<u>132,351</u>	<u>358,984</u>
Total	<u>226,633</u>	<u>132,351</u>	<u>358,984</u>

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s). The financial statements are prepared in sterling which is the functional currency of the charity.

Legal status of the charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be reliably measured.

Income from Nursery fees are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the fees and any conditions for receipt are met,
- the trustees are reasonably certain they will receive it; and
- the trustees are reasonably certain that the value can be reliably measured

Interest on deposit account funds held is included when receivable and the amount can be measured reliably by the charity which is normally upon notification of the interest paid or payable by the bank.

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. All 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 attributable to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Fixed assets are capitalised at cost where acquired, or management's approximate valuation of cost where donated.

Depreciation is provided to write off the cost, less an estimated residual value, or all fixed assets evenly over their expected economic useful lives on a reducing balance basis as follows:-

- Classroom equipment - 25% on reducing balance / 10% on cost
- Fixtures and fittings - 20% on reducing balance
- Computer equipment - 33% on reducing balance

The need for any impairment of a fixed asset write-down is considered if there is concern over the carrying value of an asset and is assessed by comparing that carrying value against the value in use or realisable value of the asset when appropriate.

Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

Fund accounting

Designated funds have been established out of the charity's unrestricted general fund to cover anticipated future expenditure. These funds are being built up in a reserve account with the charity's bankers.

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

CRANK NURSERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

1. ACCOUNTING POLICIES - continued

Employee benefits

The company operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

Going concern

The trustees consider that there are no material uncertainties about the ability of Crank Nursery Limited to continue as a going concern.

Grants

Government grants are recognised when it is reasonable to expect that the grants will be received and that all related conditions will be met, usually on submission of a valid claim for payment. Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

2. DONATIONS AND LEGACIES

	2025	2024
	£	£
Grants	637,250	213,747
	<u>637,250</u>	<u>213,747</u>

Grants received, included in the above, are as follows:

	2025	2024
	£	£
St. Helens Borough Council (Unrestricted)	631,219	207,050
Milk Grant (Unrestricted)	3,568	45,838
DAF Funding (Restricted)	2,463	859
	<u>637,250</u>	<u>213,747</u>

3. ACTIVITIES FOR GENERATING FUNDS

	2025	2024
	£	£
Income from fayres, raffles and lottery	5,591	2,406
	<u>5,591</u>	<u>2,406</u>

All income from activities for generating funds in the current year relates to unrestricted funds.

4. INVESTMENT INCOME

	2025	2024
	£	£
Interest received	2,322	2,598
	<u>2,322</u>	<u>2,598</u>

All investment income in the current and previous year relates to unrestricted funds.

CRANK NURSERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

5. INCOME FROM CHARITABLE ACTIVITIES

		2025	2024
	Activity	£	£
Nursery fees	Operation of nursery	833,639	838,515
		<u>833,639</u>	<u>838,515</u>

All income from charitable activities in the current and previous year relates to unrestricted funds.

6. RAISING FUNDS

Fundraising costs

		2025	2024
		£	£
Organised event costs		1,998	1,096
		<u>1,998</u>	<u>1,096</u>

All expenditure in relation to fundraising costs in the current year relates to unrestricted funds.

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 8)	Totals	
	£	£	£	
Operation of nursery	1,268,053	73,723	1,341,776	
	<u>1,268,053</u>	<u>73,723</u>	<u>1,341,776</u>	

The expenditure in relation to charitable activities costs in the current year was £1,341,776 of which £1,339,757 was unrestricted and £2,019 was restricted (2024: £1,111,880 unrestricted and £859 restricted).

8. SUPPORT COSTS

	Management	Governance costs	Totals	
	£	£	£	
Operation of nursery	58,200	15,523	73,723	
	<u>58,200</u>	<u>15,523</u>	<u>73,723</u>	

All expenditure in relation to support costs in the current and previous year was unrestricted.

9. NET INCOME/(EXPENDITURE)

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

		2025	2024
		£	£
Auditors' remuneration		6,000	5,700
Depreciation - owned assets		13,114	10,249
		<u>19,114</u>	<u>15,949</u>

CRANK NURSERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2025 nor for the year ended 31 March 2024.

11. STAFF COSTS

	2025	2024
	£	£
Wages and salaries	957,898	832,081
Social security costs	69,495	42,414
Other pension costs	18,963	21,439
	<u>1,046,356</u>	<u>895,934</u>

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

	2025	2024
Direct charitable	44	42
Administration	3	4
	<u>47</u>	<u>46</u>

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

The total employee benefits of the key management personnel of the Nursery were £114,013 (2024: £101,933).

Indemnity insurance for the trustees is included at a premium of £1,033 (2024 - £787).

12. TANGIBLE FIXED ASSETS

	Classroom equipment £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 April 2024	92,267	121,720	10,529	224,516
Additions	33,341	9,462	589	43,392
	<u>125,608</u>	<u>131,182</u>	<u>11,118</u>	<u>267,908</u>
DEPRECIATION				
At 1 April 2024	62,011	88,184	8,258	158,453
Charge for year	5,036	7,297	781	13,114
	<u>67,047</u>	<u>95,481</u>	<u>9,039</u>	<u>171,567</u>
NET BOOK VALUE				
At 31 March 2025	<u>58,561</u>	<u>35,701</u>	<u>2,079</u>	<u>96,341</u>
At 31 March 2024	<u>30,256</u>	<u>33,536</u>	<u>2,271</u>	<u>66,063</u>

CRANK NURSERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Trade debtors	6,989	10,831
Other debtors	4,785	-
Prepayments and accrued income	9,688	3,688
	<u>21,462</u>	<u>14,519</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Trade creditors	239	7,759
Social security and other taxes	15,671	12,051
Other creditors	4,862	4,379
Accruals and deferred income	109,108	71,893
	<u>129,880</u>	<u>96,082</u>

15. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2025	2024
	£	£
Within one year	26,732	24,552
Between one and five years	111,915	104,097
In more than five years	398,667	424,667
	<u>537,314</u>	<u>553,316</u>

The charity leases the building from which it operates, on a long lease until 31 July 2045 at an initial amount of £20,000 per annum, with yearly incremental increases until 1 August 2027. After this date, the rent is reviewed every 3 years.

16. MOVEMENT IN FUNDS

	At 1/4/24	Net movement in funds	At 31/3/25
	£	£	£
Unrestricted funds			
General fund	211,133	134,140	345,273
Restricted funds			
Restricted funds	-	1,634	1,634
	<u>211,133</u>	<u>135,774</u>	<u>346,907</u>

CRANK NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025

16. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,475,895	(1,341,755)	134,140
Restricted funds			
Restricted funds	3,653	(2,019)	1,634
TOTAL FUNDS	<u>1,479,548</u>	<u>(1,343,774)</u>	<u>135,774</u>

Comparatives for movement in funds

	At 1/4/23 £	Net movement in funds £	At 31/3/24 £
Unrestricted funds			
General fund	264,402	(53,269)	211,133
TOTAL FUNDS	<u>264,402</u>	<u>(53,269)</u>	<u>211,133</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,059,707	(1,112,976)	(53,269)
Restricted funds			
Restricted funds	859	(859)	-
TOTAL FUNDS	<u>1,060,566</u>	<u>(1,113,835)</u>	<u>(53,269)</u>

Restricted funds

	Balance at 1.4.24 £	Movement in Resources Incoming Resources £	Expenditure & Transfers £	Balance at 31.3.25 £
EYPP & DAF Funding				
Funding for SEND Children	-	2,463	(1,899)	564
Smart Board				
Funding towards Interactive board	-	<u>1,190</u>	<u>(120)</u>	<u>1,070</u>
	-	<u>3,653</u>	<u>(2,019)</u>	<u>1,634</u>

CRANK NURSERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

17. EMPLOYEE BENEFIT OBLIGATIONS

During the year the company made contributions to a defined contribution pension scheme. The amount paid during the year was £18,963 (2024: £21,439). At 31 March 2025, £4,862 (2024 - £4,364) was due in respect of outstanding pension contributions.

18. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2025 nor for the year ended 31 March 2024.

19. COMPANY LIMITED BY GUARANTEE

The Charity is a company Limited by Guarantee and has no share capital.

20. DESIGNATED FUNDS

To cover anticipated future expenditure, funds are being built up in a reserve account with the NatWest. At the year end the balances were as follows:-

	£
Repairs and improvements fund	40,000
Staff costs fund	100,000
Future lease commitment fund	70,000
Friends of Crank	2,376

21. PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors for routine payroll services, and assist with the preparation of the financial statements.

CRANK NURSERY LIMITED

England & Wales - Charity number 1039121

Accounts

CRANK NURSERY LIMITED
REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

CRANK NURSERY LIMITED
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FOR THE YEAR ENDED 31 MARCH 2024

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2024**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2024. 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 charity's objective and its principle activity is to utilise its resources to benefit the public in such a way as to advance the education of children below compulsory school age by the provision of day care nursery facilities for such children. The children are mainly but not exclusively resident in Crank, Rainford, Billinge and Eccleston areas of St Helens. The charity is organised so that the Trustees meet regularly to manage its affairs. The remaining staff are employed in the Nursery.

In achieving these objectives and aims, the Trustees have identified the following specific purposes and value:

Organisational Purpose - Supporting children to be active citizens

Organisational Values - Seeing the possibilities to make a positive difference

- Valuing and celebrating diversity

- Supporting rights, needs, choices and dreams

- Being responsible, sustainable and innovative in our work

STRATEGIC REPORT

Achievement and performance

The trustees are pleased to report a successful year, despite making a deficit this has been reduced from the previous year. The trustees feel the results are in line with expectations of the long-term strategy for the Nursery.

The Nursery has an excellent reputation in the surrounding area, staff turnover has remained low, and the number of children attending has stayed consistently high.

Financial review

From a financial point of view the results for the year show a deficit of £53,269 compared to a deficit for the previous year of £75,022. The main reason for this deficit is a sharp increase in staffing and associated costs. As indicated in previous reports, the trustees have continued to operate an on-going programme of property maintenance.

Progress of the charity against its objective

We have supported several local charities during the year, including Crank Village Community Association and Crank in Bloom.

Key performance indicators

1. The Nursery has been awarded the highest possible score of 5 stars from Environmental Health and St Helens MBC scores on the doors and achieved the Healthy Eating Award.
2. Positive feedback and comments from parents, local schools and the Local Authority Early Years team.

Significant Positive and Negative factors that have affected the Nursery

Staffing levels have remained stable with little staff turnover which the trustees consider is helpful for the development of the children attending the Nursery with high numbers of pupils being maintained.

The introduction of Local Authority funding for children from the age of 2 years has led to increased competition due to schools now introducing child care for those age groups. Parents are taking up provision in these school nurseries as this is a more cost-effective and convenient option and this could have an impact on attendance figures in the future.

Reserves Policy

The trustees have reviewed the Charity's need for reserves in line with guidance issued by the Charity Commission and have issued a detailed Reserves Policy. The charity has designated funds set aside for anticipated future expenditure as detailed in note 20 to the accounts. The trustees believe that in addition to known commitments, it is good financial practice to hold up to six months running costs in reserve, given that the charity's income could fluctuate.

An analysis of reserves at 31 March 2024 reveals that of total reserves of £211,133, £132,143 was held as designated funds leaving £78,990 as unrestricted general funds. This figure is equivalent to less than 1 month of running costs for the nursery.

Principal risks and uncertainties

The trustees consider the major strategic, business and operational risks that the charity faces each year when considering budgets and business plans. Systems have been developed to monitor and control these risks to mitigate any impact that the risks may have in the future.

Key management personnel

The Trustees consider the key management personnel to be the management team. The remuneration of the key management personnel is set by the trustees with reference to available benchmarks of competitor pay.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2024**

STRATEGIC REPORT

Future plans

Plans for the future include the continuing maintenance and improvement of the nursery.

All staff will continue to keep their training up to date, including Paediatric first aid and Safeguarding. We are continually striving to achieve the best possible outcome for the children by providing qualified and experienced staff and maintaining the purchase of good quality resources and equipment.

To stay competitive with other settings the under 2s area is due to be refurbished. The nursery boiler needs to be replaced, a hardwired panic alarm system will be installed, additional door security and an electronic signing in system for staff is being explored.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Crank Nursery is a Charitable Company Limited by Guarantee, governed by a Memorandum and Articles of Association.

Overall direction and supervision of the activities of the Association is exercised by a Management Committee of 4 Directors including the officers (Chair: Mrs BE Brighouse and Company Secretary: Mrs S. Roper). The day to day running of the Nursery is undertaken by Mrs Sarah Morgan, Manager.

METHOD, APPOINTMENT, INDUCTION AND TRAINING OF TRUSTEES

All of the trustees are respected members of the local community and understand the ethos of our charity. The trustees have a background in business and/or working with children and have current enhanced DBS checks.

New trustees must be nominated by an existing member of the Nursery Board.

Potential new trustees will be invited for an informal visit to the Nursery and to meet the Board. If the Board deem the candidate suitable, the next stage in the procedure would be for them to be invited for an interview with the Board and the Nursery Manager. Following the interview a vote will be held and if agreed by a majority of the Board the candidate will be invited to join the Board as a Trustee.

Training of the Trustees is an ongoing process governed by the needs of the Nursery.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02913840 (England and Wales)

Registered Charity number

1039121

Registered office

Crank Nursery
Crank Hill
Crank
St Helens
Merseyside
WA11 7SD

Trustees

Mr J Adams (resigned 13.4.23)
Mrs B E Brighouse
Mrs P A Davenport
Mr A J Lyons
Mrs N J Garner (appointed 18.7.24)

Company Secretary

Mrs S Roper

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2024**

REFERENCE AND ADMINISTRATIVE DETAILS

Auditors

Livesey Spottiswood Ltd
Chartered Accountants and
Statutory Auditors
17 George Street
St Helens
Merseyside
WA10 1DB

Bankers

NatWest Bank plc
5 Ormskirk St
St Helens
Merseyside
WA10 1DR

DISABLED EMPLOYEES

In accordance with the charity's Equal Opportunity Policy, the Charity has an established fair employment practice in the recruitment, selection, retention and training of disabled staff.

EMPLOYEE INVOLVEMENT

Employees attend regular staff meetings where their opinions on various nursery matters can be discussed and debated. The nursery has implemented a number of detailed policies regarding:

- Equality and Inclusion
- Safer recruitment
- Health and Safety
- Safeguarding and Welfare

The full details of all policies are available in the nursery.

BENEFIT TO THE PUBLIC

The Trustees confirm they have regard for the Public Benefit guidance issued by the Charity Commission as the Charities Act 2011 requires the Charity to demonstrate the Public Benefit of our aims.

The charity provides affordable, quality childcare for children within the local community along with employment for over 40 members of staff. The nursery also allows the use of the premises for the local community to use for fund raising purposes and as a polling station.

TRUSTEES' RESPONSIBILITY STATEMENT

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

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

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

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

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2024**

TRUSTEES' RESPONSIBILITY STATEMENT - continued

In so far as the trustees are aware:

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

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 12 November 2024 and signed on the board's behalf by:

Mrs S Roper - Secretary

Opinion

We have audited the financial statements of Crank Nursery Limited (the 'charitable company') for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (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 2024 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 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 company 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 the provisions available for small entities, in the circumstances set out in note 21 to the financial statements, 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 charitable company'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 trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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 the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where 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 Trustees' Responsibilities Statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, 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 charitable company'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.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors 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 planned and performed to detect irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

Our approach was as follows:

- Discussions with management and those involved in the financial reporting process including consideration of known or suspected instances of non-compliance with laws and regulations central to the company's ability to operate, and fraud;
- Evaluation and testing of the operating effectiveness of management's controls designed to prevent and detect irregularities;
- Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations or of significant monetary amount; and
- Review of the rationale for the calculation of key accounting estimates in the financial statements and testing of the accuracy of these calculations.

There are inherent limitations in the audit procedures described above. The further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Other matter

The financial statements for the year ended 31 March 2023 were unaudited.

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.

David Hudd BA FCA (Senior Statutory Auditor)
for and on behalf of Livesey Spottiswood Ltd
Chartered Accountants and
Statutory Auditors
17 George Street
St Helens
Merseyside
WA10 1DB

Date:

CRANK NURSERY LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2024**

	Notes	Unrestricted fund £	Restricted fund £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	212,888	859	213,747	216,707
Charitable activities					
Operation of nursery	5	838,515	-	838,515	681,872
Activities for generating funds	3	2,406	-	2,406	3,763
Investment income	4	2,598	-	2,598	1,047
Other income		3,300	-	3,300	-
Total		<u>1,059,707</u>	<u>859</u>	<u>1,060,566</u>	<u>903,389</u>
EXPENDITURE ON					
Raising funds	6	1,096	-	1,096	-
Charitable activities					
Operation of nursery	7	1,111,880	859	1,112,739	978,411
Total		<u>1,112,976</u>	<u>859</u>	<u>1,113,835</u>	<u>978,411</u>
NET INCOME/(EXPENDITURE)		(53,269)	-	(53,269)	(75,022)
RECONCILIATION OF FUNDS					
Total funds brought forward		264,402	-	264,402	339,424
TOTAL FUNDS CARRIED FORWARD		<u><u>211,133</u></u>	<u><u>-</u></u>	<u><u>211,133</u></u>	<u><u>264,402</u></u>

The notes form part of these financial statements

BALANCE SHEET
31 MARCH 2024

	Notes	Unrestricted fund £	Restricted fund £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	12	66,063	-	66,063	56,183
CURRENT ASSETS					
Debtors	13	14,519	-	14,519	17,996
Cash at bank		226,633	-	226,633	312,597
		<u>241,152</u>	-	<u>241,152</u>	<u>330,593</u>
CREDITORS					
Amounts falling due within one year	14	(96,082)	-	(96,082)	(122,374)
		<u>145,070</u>	-	<u>145,070</u>	<u>208,219</u>
NET CURRENT ASSETS					
		<u>211,133</u>	-	<u>211,133</u>	<u>264,402</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>211,133</u>	-	<u>211,133</u>	<u>264,402</u>
NET ASSETS					
		<u>211,133</u>	-	<u>211,133</u>	<u>264,402</u>
FUNDS					
Unrestricted funds	16			<u>211,133</u>	<u>264,402</u>
TOTAL FUNDS					
				<u>211,133</u>	<u>264,402</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 12 November 2024 and were signed on its behalf by:

Mrs B E Brighthouse - Trustee

CRANK NURSERY LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2024

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	(62,460)	(10,310)
Interest paid		(3,375)	-
Net cash used in operating activities		<u>(65,835)</u>	<u>(10,310)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(20,129)	(45,538)
Net cash used in investing activities		<u>(20,129)</u>	<u>(45,538)</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		(85,964)	(55,848)
Cash and cash equivalents at the end of the reporting period		<u>312,597</u>	<u>368,445</u>
Cash and cash equivalents at the end of the reporting period		<u><u>226,633</u></u>	<u><u>312,597</u></u>

The notes form part of these financial statements

CRANK NURSERY LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2024**

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024	2023
	£	£
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(53,269)	(75,022)
Adjustments for:		
Depreciation charges	10,249	9,593
Interest paid	3,375	-
Decrease/(increase) in debtors	3,477	(3,251)
(Decrease)/increase in creditors	(26,292)	58,370
	<u>(62,460)</u>	<u>(10,310)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/23	Cash flow	At 31/3/24
	£	£	£
Net cash			
Cash at bank	312,597	(85,964)	226,633
	<u>312,597</u>	<u>(85,964)</u>	<u>226,633</u>
Total	<u>312,597</u>	<u>(85,964)</u>	<u>226,633</u>

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

1. ACCOUNTING POLICIES**Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s). The financial statements are prepared in sterling which is the functional currency of the charity.

Legal status of the charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be reliably measured.

Income from Nursery fees are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the fees and any conditions for receipt are met,
- the trustees are reasonably certain they will receive it; and
- the trustees are reasonably certain that the value can be reliably measured

Interest on deposit account funds held is included when receivable and the amount can be measured reliably by the charity which is normally upon notification of the interest paid or payable by the bank.

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. All 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 attributable to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Fixed assets are capitalised at cost where acquired, or management's approximate valuation of cost where donated.

Depreciation is provided to write off the cost, less an estimated residual value, or all fixed assets evenly over their expected economic useful lives on a reducing balance basis as follows:-

- Classroom equipment - 25% on reducing balance / 10% on cost
- Fixtures and fittings - 20% on reducing balance
- Computer equipment - 33% on reducing balance

The need for any impairment of a fixed asset write-down is considered if there is concern over the carrying value of an asset and is assessed by comparing that carrying value against the value in use or realisable value of the asset when appropriate.

Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

Fund accounting

Designated funds have been established out of the charity's unrestricted general fund to cover anticipated future expenditure. These funds are being built up in a reserve account with the charity's bankers.

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The company operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

CRANK NURSERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024**

1. ACCOUNTING POLICIES - continued

Going concern

The trustees consider that there are no material uncertainties about the ability of Crank Nursery Limited to continue as a going concern.

Grants

Government grants are recognised when it is reasonable to expect that the grants will be received and that all related conditions will be met, usually on submission of a valid claim for payment. Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

2. DONATIONS AND LEGACIES

	2024	2023
	£	£
Grants	<u>213,747</u>	<u>216,707</u>

Grants received, included in the above, are as follows:

	2024	2023
	£	£
St. Helens Borough Council (Unrestricted)	207,050	211,834
Milk Grant (Unrestricted)	5,838	4,873
DAF Funding (Restricted)	859	-
	<u>213,747</u>	<u>216,707</u>

3. ACTIVITIES FOR GENERATING FUNDS

	2024	2023
	£	£
Income from fayres, raffles and lottery	<u>2,406</u>	<u>3,763</u>

All income from activities for generating funds in the current year relates to unrestricted funds.

4. INVESTMENT INCOME

	2024	2023
	£	£
Interest received	<u>2,598</u>	<u>1,047</u>

All investment income in the current and previous year relates to unrestricted funds.

5. INCOME FROM CHARITABLE ACTIVITIES

		2024	2023
	Activity	£	£
Nursery fees	Operation of nursery	<u>838,515</u>	<u>681,872</u>

All income from charitable activities in the current and previous year relates to unrestricted funds.

CRANK NURSERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024**

6. RAISING FUNDS

Fundraising costs

	2024	2023
	£	£
Organised event costs	1,096	-
	<u> </u>	<u> </u>

All expenditure in relation to other trading activities in the current year relates to unrestricted funds.

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Operation of nursery	1,040,356	72,383	1,112,739
	<u> </u>	<u> </u>	<u> </u>

The expenditure in relation to charitable activities costs in the current year was £1,112,739 of which £1,111,880 was unrestricted and £859 was restricted (2023: £978,411 all unrestricted).

8. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Operation of nursery	54,612	17,771	72,383
	<u> </u>	<u> </u>	<u> </u>

All expenditure in relation to support costs in the current and previous year was unrestricted.

9. NET INCOME/(EXPENDITURE)

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

	2024	2023
	£	£
Auditors' remuneration	5,700	-
Depreciation - owned assets	10,249	9,593
Independent examiner's remuneration	-	2,750
	<u> </u>	<u> </u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2024 nor for the year ended 31 March 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2024 nor for the year ended 31 March 2023.

11. STAFF COSTS

	2024	2023
	£	£
Wages and salaries	832,081	727,460
Social security costs	42,414	41,996
Other pension costs	21,439	18,800
	<u> </u>	<u> </u>
	<u>895,934</u>	<u>788,256</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024

11. STAFF COSTS - continued

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

	2024	2023
Direct charitable	42	33
Administration	4	3
	<u>46</u>	<u>36</u>

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

The total employee benefits of the key management personnel of the Nursery were £101,933 (2023: £100,721).

Indemnity insurance for the trustees is included at a premium of £787 (2023 - £504).

12. TANGIBLE FIXED ASSETS

	Classroom equipment £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 April 2023	92,267	101,591	10,529	204,387
Additions	-	20,129	-	20,129
	<u>92,267</u>	<u>121,720</u>	<u>10,529</u>	<u>224,516</u>
At 31 March 2024	92,267	121,720	10,529	224,516
DEPRECIATION				
At 1 April 2023	57,880	83,184	7,140	148,204
Charge for year	4,131	5,000	1,118	10,249
	<u>62,011</u>	<u>88,184</u>	<u>8,258</u>	<u>158,453</u>
At 31 March 2024	62,011	88,184	8,258	158,453
NET BOOK VALUE				
At 31 March 2024	<u>30,256</u>	<u>33,536</u>	<u>2,271</u>	<u>66,063</u>
At 31 March 2023	<u>34,387</u>	<u>18,407</u>	<u>3,389</u>	<u>56,183</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Trade debtors	10,831	13,983
Prepayments and accrued income	3,688	4,013
	<u>14,519</u>	<u>17,996</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Trade creditors	7,759	740
Social security and other taxes	12,051	67,945
Other creditors	4,379	5,101
Accruals and deferred income	71,893	48,588
	<u>96,082</u>	<u>122,374</u>

15. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2024	2023
	£	£
Within one year	287	-
Between one and five years	3,696	1,568
In more than five years	549,333	571,333
	<u>553,316</u>	<u>572,901</u>

The charity leases the building from which it operates, on a long lease until 31 July 2045 at an initial amount of £20,000 per annum, with yearly incremental increases until 1 August 2027. After this date, the rent is reviewed every 3 years.

16. MOVEMENT IN FUNDS

	At 1/4/23	Net movement in funds	At 31/3/24
	£	£	£
Unrestricted funds			
General fund	264,402	(53,269)	211,133
	<u>264,402</u>	<u>(53,269)</u>	<u>211,133</u>
TOTAL FUNDS	<u>264,402</u>	<u>(53,269)</u>	<u>211,133</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	1,059,707	(1,112,976)	(53,269)
Restricted funds			
Restricted funds	859	(859)	-
	<u>1,060,566</u>	<u>(1,113,835)</u>	<u>(53,269)</u>
TOTAL FUNDS	<u>1,060,566</u>	<u>(1,113,835)</u>	<u>(53,269)</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/22 £	Net movement in funds £	At 31/3/23 £
Unrestricted funds			
General fund	339,424	(75,022)	264,402
TOTAL FUNDS	<u>339,424</u>	<u>(75,022)</u>	<u>264,402</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	903,389	(978,411)	(75,022)
TOTAL FUNDS	<u>903,389</u>	<u>(978,411)</u>	<u>(75,022)</u>

17. EMPLOYEE BENEFIT OBLIGATIONS

During the year the company made contributions to a defined contribution pension scheme. The amount paid during the year was £21,439 (2023: £18,800). At 31 March 2024, £4,364 (2023 - £5,028) was due in respect of outstanding pension contributions.

18. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2024 nor for the year ended 31 March 2023.

19. COMPANY LIMITED BY GUARANTEE

The Charity is a company Limited by Guarantee and has no share capital.

20. DESIGNATED FUNDS

To cover anticipated future expenditure, funds are being built up in a reserve account with the NatWest. At the year end the balances were as follows:-

	£
Repairs and improvements fund	40,000
Staff costs fund	20,000
Future lease commitment fund	70,000
Friends of Crank	2,143

21. PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors for routine payroll services, and assist with the preparation of the financial statements.

CRANK NURSERY LIMITED

England & Wales - Charity number 1039121

Accounts

REGISTERED COMPANY NUMBER: 02913840 (England and Wales)
REGISTERED CHARITY NUMBER: 1039121

CRANK NURSERY LIMITED
REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

CRANK NURSERY LIMITED
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FOR THE YEAR ENDED 31 MARCH 2023

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REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2023. 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 charity's object and its principle activity is to utilise its resources to benefit the public in such a way as to advance the education of children below and of compulsory school age by the provision of either or both day-care nursery facilities and Nursery School for such children. The children are mainly but not exclusively resident in Crank and the Rainford area of St. Helens. The charity is organised so that the trustees meet regularly to manage its affairs. The remaining staff are employed in the nursery.

In achieving these objectives and aims, the Trustees have identified the following specific purposes and value:

Organisational Purpose - Supporting children to be active citizens

Organisational Values - Seeing the possibilities to make a positive difference

- Valuing and celebrating diversity
- Supporting rights, needs, choices and dreams
- Being responsible, sustainable and innovative in our work

STRATEGIC REPORT

Achievement and performance

The trustees are pleased to report a successful year and staff turnover has remained low.

Financial review

From a financial point of view the results for the year show a deficit of £75,022 compared to a surplus for the previous year of £50,729. The main reasons for this deficit are reflected within a sharp increase in staffing and associated costs. As indicated in previous reports, the trustees have continued to operate an on-going programme of property maintenance.

Progress of the charity against its objective

We have supported several local charities during the year, including Willowbrook Hospice, Crank Village Community Association, and Rainford / Crank in Bloom.

Key performance indicators

1. The Nursery has been awarded the highest possible score of 5 stars from Environmental Health and St Helens MBC scores on the doors and achieved the Millies Mark Award.
2. Positive feedback and comments from parents, local schools and the Local Authority Early Years team.

Significant Positive and Negative factors that have affected the nursery

The significant increase in minimum wage, along with a sharp increase in the cost of living has had an impact on the Nursery. Recruitment of staff has also been challenging and agency staff have had to be used over busy periods. The Nursery continues to be busy with only a limited number of spaces available.

Our budgeting decisions are made based on our current financial position however if an issue around payment of PAYE was known about earlier, different decisions would have been made.

Reserves Policy

The trustees have reviewed the Charity's need for reserves in line with guidance issued by the Charity Commission and have issued a detailed Reserves Policy. The charity has designated funds set aside for anticipated future expenditure as detailed in note 19 to the accounts. The trustees believe that in addition to known commitments, it is good financial practice to hold up to six months running costs in reserve, given that the charity's income could fluctuate.

An analysis of reserves at 31 March 2023 reveals that of total reserves of £264,402, £111,143 was held as designated funds leaving £153,259 as unrestricted general funds. This figure is equivalent to approximately 2 months of running costs for the nursery.

Principal risks and uncertainties

The trustees consider the major strategic, business and operational risks that the charity faces each year when considering budgets and business plans. Systems have been developed to monitor and control these risks to mitigate any impact that the risks may have in the future.

Key management personnel

The Trustees consider the key management personnel to be the management team. The remuneration of the key management personnel is set by the trustees with reference to available benchmarks of competitor pay.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023

STRATEGIC REPORT

Future plans

Plans for the future include the continuing maintenance and improvement of the nursery.

All staff will continue to keep their training up to date, including Paediatric first aid and Safeguarding. We are continually striving to achieve the best possible outcome for the children by providing qualified and experienced staff and maintaining the purchase of good quality resources and equipment.

To increase security around the nursery we aim to replace and upgrade the low fencing with high fencing. We have had some CCTV installed throughout the nursery, but following this we are hoping to add additional cameras to allow more coverage and replace the large windows at the front of the nursery with UPVC.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Crank Nursery is a Charitable Company Limited by Guarantee, governed by a Memorandum and Articles of Association.

Overall direction and supervision of the activities of the Association is exercised by a Management Committee of 4 Directors including the officers (Chair: Mrs BE Brighthouse and Company Secretary: Mrs S. Roper). The day to day running of the Nursery is undertaken by Mrs Sarah Morgan, Manager.

METHOD, APPOINTMENT, INDUCTION AND TRAINING OF TRUSTEES

All of the trustees are respected members of the local community and understand the ethos of our charity. The trustees have a background in business and/or working with children and have current enhanced DBS checks.

New trustees must be nominated by an existing member of the Nursery Board.

Potential new trustees will be invited for an informal visit to the Nursery and to meet the Board. If the Board deem the candidate suitable, the next stage in the procedure would be for them to be invited for an interview with the Board and the Nursery Manager. Following the interview a vote will be held and if agreed by a majority of the Board the candidate will be invited to join the Board as a Trustee.

Training of the Trustees is an ongoing process governed by the needs of the Nursery.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02913840 (England and Wales)

Registered Charity number

1039121

Registered office

Crank Nursery
Crank Hill
Crank
St Helens
Merseyside
WA11 7SD

Trustees

Mr J Adams (resigned 13.4.23)
Mrs B E Brighthouse
Mrs P A Davenport
Mr G Humphreys (resigned 14.9.22)
Mr A J Lyons

Company Secretary

Mrs S Roper

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner
Mr David Hudd BA FCA
Livesey Spottiswood Ltd
Chartered Accountants
17 George Street
St Helens
Merseyside
WA10 1DB

Bankers

NatWest Bank plc
5 Ormskirk St
St Helens
Merseyside
WA10 1DR

DISABLED EMPLOYEES

In accordance with the charity's Equal Opportunity Policy, the Charity has an established fair employment practice in the recruitment, selection, retention and training of disabled staff.

EMPLOYEE INVOLVEMENT

Employees attend regular staff meetings where their opinions on various nursery matters can be discussed and debated. The nursery has implemented a number of detailed policies regarding:

- Equality and Inclusion
- Safer recruitment
- Health and Safety
- Safeguarding and Welfare


The full details of all policies are available in the nursery.

BENEFIT TO THE PUBLIC

The Trustees confirm they have regard for the Public Benefit guidance issued by the Charity Commission as the Charities Act 2011 requires the Charity to demonstrate the Public Benefit of our aims.

The charity provides affordable, quality childcare for children within the local community along with employment for over 30 members of staff. The nursery also allows the use of the premises for the local community to use for fund raising purposes and as a polling station.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 17.12.23 and signed on the board's behalf by:


.....
Mrs S Roper - Secretary

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
CRANK NURSERY LIMITED (REGISTERED NUMBER: 02913840)**

Independent examiner's report to the trustees of Crank Nursery Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2023.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.

David Hudd BA FCA

Mr David Hudd BA FCA
The Institute of Chartered Accountants in England and Wales

Livesey Spottiswood Ltd
Chartered Accountants
17 George Street
St Helens
Merseyside
WA10 1DB

Date: *24 October 2023*

CRANK NURSERY LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	216,707	-	216,707	206,212
Charitable activities					
Operation of nursery	5	681,872	-	681,872	634,351
Activities for generating funds	3	3,763	-	3,763	325
Investment income	4	<u>1,047</u>	<u>-</u>	<u>1,047</u>	<u>33</u>
Total		<u>903,389</u>	<u>-</u>	<u>903,389</u>	<u>840,921</u>
EXPENDITURE ON					
Charitable activities					
Operation of nursery	6	<u>978,411</u>	<u>-</u>	<u>978,411</u>	<u>790,192</u>
NET INCOME/(EXPENDITURE)		(75,022)	-	(75,022)	50,729
RECONCILIATION OF FUNDS					
Total funds brought forward		339,424	-	339,424	288,695
TOTAL FUNDS CARRIED FORWARD		<u>264,402</u>	<u>-</u>	<u>264,402</u>	<u>339,424</u>

The notes form part of these financial statements

CRANK NURSERY LIMITED (REGISTERED NUMBER: 02913840)

BALANCE SHEET
31 MARCH 2023

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	11	56,183	-	56,183	20,238
CURRENT ASSETS					
Debtors	12	17,996	-	17,996	14,745
Cash at bank		<u>312,597</u>	-	<u>312,597</u>	<u>368,445</u>
		330,593	-	330,593	383,190
CREDITORS					
Amounts falling due within one year	13	(122,374)	-	(122,374)	(64,004)
NET CURRENT ASSETS		<u>208,219</u>	-	<u>208,219</u>	<u>319,186</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>264,402</u>	-	<u>264,402</u>	<u>339,424</u>
NET ASSETS		<u>264,402</u>	-	<u>264,402</u>	<u>339,424</u>
FUNDS	15				
Unrestricted funds				<u>264,402</u>	<u>339,424</u>
TOTAL FUNDS				<u>264,402</u>	<u>339,424</u>


The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The financial statements were approved by the Board of Trustees and authorised for issue on 17/10/23 and were signed on its behalf by:


Mrs B B Brighouse - Trustee

The notes form part of these financial statements

CRANK NURSERY LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(10,310)</u>	<u>59,187</u>
Net cash (used in)/provided by operating activities		<u>(10,310)</u>	<u>59,187</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(45,538)	-
Interest received		<u>-</u>	<u>34</u>
Net cash (used in)/provided by investing activities		<u>(45,538)</u>	<u>34</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		<u>368,445</u>	<u>309,224</u>
Cash and cash equivalents at the end of the reporting period		<u>312,597</u>	<u>368,445</u>

The notes form part of these financial statements

CRANK NURSERY LIMITED
NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2023

1.	RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	2023 £	2022 £
	Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(75,022)	50,729
	Adjustments for:		
	Depreciation charges	9,593	6,521
	Interest received	-	(34)
	(Increase)/decrease in debtors	(3,251)	4,862
	Increase/(decrease) in creditors	<u>58,370</u>	<u>(2,891)</u>
	Net cash (used in)/provided by operations	<u>(10,310)</u>	<u>59,187</u>
 2.	 ANALYSIS OF CHANGES IN NET FUNDS		
		At 1/4/22 £	Cash flow £
	Net cash		At 31/3/23 £
	Cash at bank	<u>368,445</u>	<u>(55,848)</u>
		<u>368,445</u>	<u>312,597</u>
	Total	<u>368,445</u>	<u>(55,848)</u>
			<u>312,597</u>

The notes form part of these financial statements

CRANK NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s). The financial statements are prepared in sterling which is the functional currency of the charity.

Legal status of the charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be reliably measured.

Income from Nursery fees are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the fees and any conditions for receipt are met,
- the trustees are reasonably certain they will receive it; and
- the trustees are reasonably certain that the value can be reliably measured

Interest on deposit account funds held is included when receivable and the amount can be measured reliably by the charity which is normally upon notification of the interest paid or payable by the bank.

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. All 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 attributable to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Fixed assets are capitalised at cost where acquired, or management's approximate valuation of cost where donated.

Depreciation is provided to write off the cost, less an estimated residual value, or all fixed assets evenly over their expected economic useful lives on a reducing balance basis as follows:-

Classroom equipment	- 25% on reducing balance / 10% on cost
Fixtures and fittings	- 20% on reducing balance
Computer equipment	- 33% on reducing balance

The need for any impairment of a fixed asset write-down is considered if there is concern over the carrying value of an asset and is assessed by comparing that carrying value against the value in use or realisable value of the asset when appropriate.

Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

Fund accounting

Designated funds have been established out of the charity's unrestricted general fund to cover anticipated future expenditure. These funds are being built up in a reserve account with the charity's bankers.

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The company operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

CRANK NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES - continued

Going concern

The trustees consider that there are no material uncertainties about the ability of Crank Nursery Limited to continue as a going concern.

Grants

Government grants are recognised when it is reasonable to expect that the grants will be received and that all related conditions will be met, usually on submission of a valid claim for payment. Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

2. DONATIONS AND LEGACIES

	2023	2022
	£	£
Grants	<u>216,707</u>	<u>206,212</u>

Grants received, included in the above, are as follows:

	2023	2022
	£	£
St. Helens Borough Council (Unrestricted)	211,834	195,322
Milk Grant (Unrestricted)	4,873	4,791
Furlough Income	-	1,099
Covid 19 grant	-	5,000
	<u>216,707</u>	<u>206,212</u>

3. ACTIVITIES FOR GENERATING FUNDS

	2023	2022
	£	£
Income from draws, raffles and lottery	<u>3,763</u>	<u>325</u>

All income from activities for generating funds in the current year relates to unrestricted funds.

4. INVESTMENT INCOME

	2023	2022
	£	£
Interest received	<u>1,047</u>	<u>33</u>

All investment income in the current and previous year relates to unrestricted funds.

CRANK NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023

5. INCOME FROM CHARITABLE ACTIVITIES

		2023	2022
	Activity	£	£
Nursery fees	Operation of nursery	<u>681,872</u>	<u>634,351</u>

All income from charitable activities in the current and previous year relates to unrestricted funds.

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 7)	Totals
	£	£	£
Operation of nursery	<u>913,680</u>	<u>64,731</u>	<u>978,411</u>

The expenditure in relation to charitable activities costs in the current year was £978,411 (2022: £790,192) unrestricted.

7. SUPPORT COSTS

	Management	Governance costs	Totals
	£	£	£
Operation of nursery	<u>54,676</u>	<u>10,055</u>	<u>64,731</u>

Governance costs is comprised of Accountancy fees of £5,012 (2022 - £6,918), Legal and professional fees of £3,577 (2022 - £21,972) and Bank charges of £1,466 (2022 - £644).

All expenditure in relation to support costs in the current and previous year was unrestricted.

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging independent examiners' remuneration amounting to £3,687 (2022 - £3,480).

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

10. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	727,460	547,362
Social security costs	41,996	38,253
Pensions	<u>18,800</u>	<u>15,048</u>
	<u>788,256</u>	<u>600,663</u>

CRANK NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023

10. STAFF COSTS - continued

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

	31/03/23	31/03/22
Direct charitable	33	31
Administration	<u>3</u>	<u>2</u>
	<u>36</u>	<u>33</u>

No employee had employee benefits in excess of £60,000 (2022: £Nil). Pension costs are allocated to activities in proportion to the related staffing costs incurred and are wholly charged to unrestricted funds.

The total employee benefits of the key management personnel of the Nursery were £110,973 (2022: £94,821).

Indemnity insurance for the trustees is included at a premium of £504 (2022: £958).

11. TANGIBLE FIXED ASSETS

	Classroom equipment £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 April 2022	56,243	92,077	10,529	158,849
Additions	<u>36,024</u>	<u>9,514</u>	-	<u>45,538</u>
At 31 March 2023	<u>92,267</u>	<u>101,591</u>	<u>10,529</u>	<u>204,387</u>
DEPRECIATION				
At 1 April 2022	53,422	79,719	5,470	138,611
Charge for year	<u>4,458</u>	<u>3,465</u>	<u>1,670</u>	<u>9,593</u>
At 31 March 2023	<u>57,880</u>	<u>83,184</u>	<u>7,140</u>	<u>148,204</u>
NET BOOK VALUE				
At 31 March 2023	<u>34,387</u>	<u>18,407</u>	<u>3,389</u>	<u>56,183</u>
At 31 March 2022	<u>2,821</u>	<u>12,358</u>	<u>5,059</u>	<u>20,238</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	13,983	10,225
Prepayments and accrued income	<u>4,013</u>	<u>4,520</u>
	<u>17,996</u>	<u>14,745</u>

CRANK NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade creditors	740	949
Social security and other taxes	67,945	7,672
Other creditors	5,101	4,171
Accruals and deferred income	48,588	51,212
	<u>122,374</u>	<u>64,004</u>

14. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2023	2022
	£	£
Within one year	-	168
Between one and five years	1,568	-
In more than five years	571,333	592,667
	<u>572,901</u>	<u>592,835</u>

The charity leases the building from which it operates, on a long lease until 31 July 2045 at an initial amount of £20,000 per annum, with yearly incremental increases until 1 August 2027. After this date, the rent is reviewed every 3 years.

15. MOVEMENT IN FUNDS

	At 1/4/22	Net movement in funds	At 31/3/23
	£	£	£
Unrestricted funds			
General fund	339,424	(75,022)	264,402
	<u>339,424</u>	<u>(75,022)</u>	<u>264,402</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	903,389	(978,411)	(75,022)
	<u>903,389</u>	<u>(978,411)</u>	<u>(75,022)</u>

Comparatives for movement in funds

	At 1/4/21	Net movement in funds	At 31/3/22
	£	£	£
Unrestricted funds			
General fund	288,695	50,729	339,424
	<u>288,695</u>	<u>50,729</u>	<u>339,424</u>

CRANK NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023

15. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	840,921	(790,192)	50,729
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>840,921</u>	<u>(790,192)</u>	<u>50,729</u>

16. EMPLOYEE BENEFIT OBLIGATIONS

During the year the company made contributions to a defined contribution pension scheme. The amount paid during the year was £18,800 (2022: £15,048).

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2023 nor for the year ended 31 March 2022.

18. COMPANY LIMITED BY GUARANTEE

The Charity is a company Limited by Guarantee and has no share capital.

19. DESIGNATED FUNDS

To cover anticipated future expenditure, funds are being built up in a reserve account with the NatWest. At the year end the balances were as follows:-

	£
Repairs and improvements fund	15,000
Staff costs fund	20,000
Future lease commitment fund	70,000
CCTV installation	4,000
Friends of Crank	2,143

CRANK NURSERY LIMITED

England & Wales - Charity number 1039121

Accounts

REGISTERED COMPANY NUMBER: 02913840 (England and Wales)
REGISTERED CHARITY NUMBER: 1039121

CRANK NURSERY LIMITED
REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

CRANK NURSERY LIMITED
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2022. 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 charity's object and its principle activity is to utilise its resources to benefit the public in such a way as to advance the education of children below and of compulsory school age by the provision of either or both day-care nursery facilities and Nursery School for such children. The children are mainly but not exclusively resident in Crank and the Rainford area of St. Helens. The charity is organised so that the trustees meet regularly to manage its affairs. The remaining staff are employed in the nursery.

In achieving these objectives and aims, the Trustees have identified the following specific purposes and value:

- Organisational Purpose - Supporting children to be active citizens
Organisational Values - Seeing the possibilities to make a positive difference
- Valuing and celebrating diversity
 - Supporting rights, needs, choices and dreams
 - Being responsible, sustainable and innovative in our work

STRATEGIC REPORT

Achievement and performance

The trustees are pleased to report a successful year and staff turnover has remained low.

Financial review

From a financial point of view the results for the year show a surplus of £50,729 compared to a deficit for the previous year of £4,372. The main reasons for this surplus are the return to normal trading following the Covid-19 pandemic and the increase in nursery fees in September 2021. As indicated in previous reports, the trustees have continued to operate an on-going programme of property maintenance.

Progress of the charity against its objective

We have supported several local charities during the year, including Willowbrook Hospice, Crank Village Community Association, Tear Drops and Rainford / Crank in Bloom.

Key performance indicators

1. The Nursery has been awarded the highest possible score of 5 stars from Environmental Health and St Helens MBC scores on the doors and achieved the Millies Mark Award.
2. Positive feedback and comments from parents, local schools and the Local Authority Early Years team.

Significant Positive and Negative factors that have affected the nursery

The Covid-19 pandemic has created challenges but positive cases amongst staff and children have remained low and disruption to business has been minimal. The increased cost of goods and consumables due to the war in Ukraine will be budgeted for.

Reserves Policy

The trustees have reviewed the Charity's need for reserves in line with guidance issued by the Charity Commission and have issued a detailed Reserves Policy. The charity has designated funds set aside for anticipated future expenditure as detailed in note 18 to the accounts. The trustees believe that in addition to known commitments, it is good financial practice to hold up to six months running costs in reserve, given that the charity's income could fluctuate.

An analysis of reserves at 31 March 2022 reveals that of total reserves of £339,424, £148,325 was held as designated funds leaving £191,099 as unrestricted general funds. This represents approximately 3 months running costs for the nursery.

Principal risks and uncertainties

The trustees consider the major strategic, business and operational risks that the charity faces each year when considering budgets and business plans. Systems have been developed to monitor and control these risks to mitigate any impact that the risks may have in the future.

Key management personnel

The Trustees consider the key management personnel to be the management team. The remuneration of the key management personnel is set by the trustees with reference to available benchmarks of competitor pay.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2022**

STRATEGIC REPORT

Future plans

Plans for the future include the continuing maintenance and improvement of the nursery, the main purpose to improve the facilities.

The refurbishment of the outside play area has been approved for the next financial year along with the installation of CCTV and the restoration of the wooden floor. All staff will continue to keep their training up to date, including Paediatric first aid and Safeguarding. We are continually striving to achieve the best possible outcome for the children by providing qualified and experienced staff and maintaining the purchase of good quality resources and equipment.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Crank Nursery is a Charitable Company Limited by Guarantee, governed by a Memorandum and Articles of Association.

Overall direction and supervision of the activities of the Association is exercised by a Management Committee of 4 Directors including the officers (Chair: Mrs BE Brighthouse and Company Secretary: Mrs S. Roper). The day to day running of the Nursery is undertaken by Mrs Sarah Morgan, Manager.

METHOD, APPOINTMENT, INDUCTION AND TRAINING OF TRUSTEES

All of the trustees are respected members of the local community and understand the ethos of our charity. The trustees have a background in business and/or working with children and have current enhanced DBS checks.

New trustees must be nominated by an existing member of the Nursery Board.

Potential new trustees will be invited for an informal visit to the Nursery and to meet the Board. If the Board deem the candidate suitable, the next stage in the procedure would be for them to be invited for an interview with the Board and the Nursery Manager. Following the interview a vote will be held and if agreed by a majority of the Board the candidate will be invited to join the Board as a Trustee.

Training of the Trustees is an ongoing process governed by the needs of the Nursery.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02913840 (England and Wales)

Registered Charity number

1039121

Registered office

Crank Nursery
Crank Hill
Crank
St Helens
Merseyside
WA11 7SD

Trustees

Mr J Adams
Mrs B E Brighthouse
Mr S A Rigby (resigned 31.1.22)
Mrs P A Davenport
Mr G Humphreys Trustee (appointed 1.12.21) (resigned 14.9.22)
Mr A J Lyons Trustee (appointed 1.12.21)

Company Secretary

Mrs S Roper

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

Mr David Hudd BA FCA
Institute of Chartered Accountants in England and Wales
Livesey Spottiswood Ltd
Chartered Accountants
17 George Street
St Helens
Merseyside
WA10 1DB

Bankers

NatWest Bank plc
5 Ormskirk St
St Helens
Merseyside
WA10 1DR

DISABLED EMPLOYEES

In accordance with the charity's Equal Opportunity Policy, the Charity has an established fair employment practice in the recruitment, selection, retention and training of disabled staff.

EMPLOYEE INVOLVEMENT

Employees attend regular staff meetings where their opinions on various nursery matters can be discussed and debated. The nursery has implemented a number of detailed policies regarding:

- Equality and Inclusion
- Safer recruitment
- Health and Safety
- Safeguarding and Welfare

The full details of all policies are available in the nursery.

BENEFIT TO THE PUBLIC

The Trustees confirm they have regard for the Public Benefit guidance issued by the Charity Commission as the Charities Act 2011 requires the Charity to demonstrate the Public Benefit of our aims.

The charity provides affordable, quality childcare for children within the local community along with employment for over 30 members of staff. The nursery also allows the use of the premises for the local community to use for fund raising purposes and as a polling station.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 1 December 2022 and signed on the board's behalf by:



Mrs S Roper - Secretary

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
CRANK NURSERY LIMITED (REGISTERED NUMBER: 02913840)**

Independent examiner's report to the trustees of Crank Nursery Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2022.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of Institute of Chartered Accountants in England and Wales which is one of the listed bodies.

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.

David Hudd BA FCA

Mr David Hudd BA FCA
Institute of Chartered Accountants in England and Wales
Livesey Spottiswood Ltd
Chartered Accountants
17 George Street
St Helens
Merseyside
WA10 1DB

Date: *7 December* *2022*

CRANK NURSERY LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	206,212	-	206,212	308,235
Charitable activities					
Operation of nursery		634,351	-	634,351	413,825
Activities for generating funds	3	325	-	325	-
Investment income	4	33	-	33	92
Total		<u>840,921</u>	<u>-</u>	<u>840,921</u>	<u>722,152</u>
EXPENDITURE ON					
Charitable activities					
Operation of nursery	6	790,192	-	790,192	726,524
NET INCOME/(EXPENDITURE)		<u>50,729</u>	<u>-</u>	<u>50,729</u>	<u>(4,372)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>288,695</u>	<u>-</u>	<u>288,695</u>	<u>293,067</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>339,424</u></u>	<u><u>-</u></u>	<u><u>339,424</u></u>	<u><u>288,695</u></u>

The notes form part of these financial statements

CRANK NURSERY LIMITED (REGISTERED NUMBER: 02913840)

BALANCE SHEET
31 MARCH 2022

	Notes	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	11	20,238	-	20,238	26,759
CURRENT ASSETS					
Debtors	12	14,745	-	14,745	19,607
Cash at bank		368,445	-	368,445	309,224
		<u>383,190</u>	<u>-</u>	<u>383,190</u>	<u>328,831</u>
CREDITORS					
Amounts falling due within one year	13	(64,004)	-	(64,004)	(66,895)
		<u>319,186</u>	<u>-</u>	<u>319,186</u>	<u>261,936</u>
NET CURRENT ASSETS					
		<u>339,424</u>	<u>-</u>	<u>339,424</u>	<u>288,695</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>339,424</u>	<u>-</u>	<u>339,424</u>	<u>288,695</u>
NET ASSETS					
		<u>339,424</u>	<u>-</u>	<u>339,424</u>	<u>288,695</u>
FUNDS					
Unrestricted funds	15			339,424	288,695
TOTAL FUNDS					
				<u>339,424</u>	<u>288,695</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The financial statements were approved by the Board of Trustees and authorised for issue on 1 December 2022 and were signed on its behalf by:



Mrs B E Brighouse - Trustee

The notes form part of these financial statements

CRANK NURSERY LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	59,187	32,477
Net cash provided by operating activities		<u>59,187</u>	<u>32,477</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(7,169)
Interest received		34	92
Net cash provided by/(used in) investing activities		<u>34</u>	<u>(7,077)</u>
Change in cash and cash equivalents in the reporting period			
		59,221	25,400
Cash and cash equivalents at the beginning of the reporting period		<u>309,224</u>	<u>283,824</u>
Cash and cash equivalents at the end of the reporting period		<u><u>368,445</u></u>	<u><u>309,224</u></u>

The notes form part of these financial statements

CRANK NURSERY LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2022**

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

	2022	2021
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	50,729	(4,372)
Adjustments for:		
Depreciation charges	6,521	6,119
Interest received	(34)	(92)
Decrease in debtors	4,862	5,309
(Decrease)/increase in creditors	(2,891)	25,513
Net cash provided by operations	<u>59,187</u>	<u>32,477</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/21	Cash flow	At 31/3/22
	£	£	£
Net cash			
Cash at bank	309,224	59,221	368,445
	<u>309,224</u>	<u>59,221</u>	<u>368,445</u>
Total	<u>309,224</u>	<u>59,221</u>	<u>368,445</u>

The notes form part of these financial statements

CRANK NURSERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s). The financial statements are prepared in sterling which is the functional currency of the charity.

Legal status of the charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be reliably measured.

Income from Nursery fees are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the fees and any conditions for receipt are met,
- the trustees are reasonably certain they will receive it; and
- the trustees are reasonably certain that the value can be reliably measured

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably.

Interest on deposit account funds held is included when receivable and the amount can be measured reliably by the charity which is normally upon notification of the interest paid or payable by the bank.

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. All 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 attributable to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Fixed assets are capitalised at cost, where acquired or management's approximate valuation of cost where donated.

Depreciation is provided to write off the cost, less an estimated residual value, or all fixed assets evenly over their expected economic useful lives on a reducing balance basis as follows:-

- Classroom equipment - 25% on reducing balance
- Fixtures and fittings - 20% on reducing balance
- Computer equipment - 33% on reducing balance

The need for any impairment of a fixed asset write-down is considered if there is concern over the carrying value of an asset and is assessed by comparing that carrying value against the value in use or realisable value of the asset when appropriate.

Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

Fund accounting

Designated funds have been established out of the charity's unrestricted general fund to cover anticipated future expenditure. These funds are being built up in a reserve account with the charity's bankers.

CRANK NURSERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

1. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Rentals payable under operating leases are charged against profits on a straight line basis over the periods of the leases.

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The company operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

Going concern

The trustees consider that there are no material uncertainties about the ability of Crank Nursery Limited to continue as a going concern.

Grants

Government grants are recognised when it is reasonable to expect that the grants will be received and that all related conditions will be met, usually on submission of a valid claim for payment. Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Grants	206,212	308,235
	<u>206,212</u>	<u>308,235</u>

Grants received, included in the above, are as follows:

	2022	2021
	£	£
St. Helens Borough Council (Unrestricted)	195,322	190,992
Milk Grant (Unrestricted)	4,791	3,162
Furlough Income	1,099	114,081
Covid 19 grant	5,000	-
	<u>206,212</u>	<u>308,235</u>

3. ACTIVITIES FOR GENERATING FUNDS

	2022	2021
	£	£
Income from draws, raffles and lottery	325	-
	<u>325</u>	<u>-</u>

All income from activities for generating funds in the current year relates to unrestricted funds.

4. INVESTMENT INCOME

	2022	2021
	£	£
Interest received	33	92
	<u>33</u>	<u>92</u>

All investment income in the current and previous year relates to unrestricted funds.

CRANK NURSERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

5. INCOME FROM CHARITABLE ACTIVITIES

		2022	2021
	Activity	£	£
Nursery fees	Operation of nursery	634,351	413,825
		<u>634,351</u>	<u>413,825</u>

All income from charitable activities in the current and previous year relates to unrestricted funds.

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Operation of nursery	717,709	72,483	790,192
	<u>717,709</u>	<u>72,483</u>	<u>790,192</u>

The expenditure in relation to charitable activities costs in the current year was £790,192 (2021: £726,524) unrestricted.

7. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Operation of nursery	42,949	29,534	72,483
	<u>42,949</u>	<u>29,534</u>	<u>72,483</u>

Governance costs is comprised of Accountancy fees of £6,918 (2021 - £7,062), Legal and professional fees of £21,972 (2021 - £8,742) and Bank charges of £644 (2021 - £840).

All expenditure in relation to support costs in the current and previous year was unrestricted.

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging independent examiners' remuneration amounting to £3,480 (2021 - £3,270).

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

CRANK NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

10. STAFF COSTS

	31/03/22	31/03/21
	£	£
Wages and salaries	547,362	520,378
Social security costs	38,253	34,870
Pensions	15,048	15,423
Redundancy costs	-	12,378
	<u>600,663</u>	<u>583,049</u>

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

	31/03/22	31/03/21
Direct charitable	31	31
Administration	2	2
	<u>33</u>	<u>33</u>

No employee had employee benefits in excess of £60,000 (2021: Nil). Pension costs are allocated to activities in proportion to the related staffing costs incurred and are wholly charged to unrestricted funds.

The total employee benefits of the key management personnel of the Nursery were £94,821 (2021: £86,678).

Indemnity insurance for the trustees is covered at a premium of £958 (2021: £638).

11. TANGIBLE FIXED ASSETS

	Classroom equipment £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 April 2021 and 31 March 2022	<u>56,243</u>	<u>92,077</u>	<u>10,529</u>	<u>158,849</u>
DEPRECIATION				
At 1 April 2021	52,482	76,629	2,979	132,090
Charge for year	<u>940</u>	<u>3,090</u>	<u>2,491</u>	<u>6,521</u>
At 31 March 2022	<u>53,422</u>	<u>79,719</u>	<u>5,470</u>	<u>138,611</u>
NET BOOK VALUE				
At 31 March 2022	<u>2,821</u>	<u>12,358</u>	<u>5,059</u>	<u>20,238</u>
At 31 March 2021	<u>3,761</u>	<u>15,448</u>	<u>7,550</u>	<u>26,759</u>

CRANK NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	10,225	16,548
Prepayments and accrued income	4,520	3,059
	<u>14,745</u>	<u>19,607</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	949	662
Social security and other taxes	7,672	6,661
Other creditors	4,171	5,435
Accruals and deferred income	51,212	54,137
	<u>64,004</u>	<u>66,895</u>

14. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022	2021
	£	£
Within one year	168	1,667
Between one and five years	-	841
In more than five years	592,667	-
	<u>592,835</u>	<u>2,508</u>

The charity leases the building from which it operates, on a long lease until 31 July 2045 at an initial amount of £20,000 per annum, with yearly incremental increases until 1 August 2027. After this date, the rent is reviewed every 3 years.

15. MOVEMENT IN FUNDS

	At 1/4/21	Net movement in funds	At 31/3/22
	£	£	£
Unrestricted funds			
General fund	288,695	50,729	339,424
TOTAL FUNDS	<u>288,695</u>	<u>50,729</u>	<u>339,424</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	840,921	(790,192)	50,729
TOTAL FUNDS	<u>840,921</u>	<u>(790,192)</u>	<u>50,729</u>

CRANK NURSERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

15. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/20 £	Net movement in funds £	At 31/3/21 £
Unrestricted funds			
General fund	293,067	(4,372)	288,695
TOTAL FUNDS	293,067	(4,372)	288,695

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	722,152	(726,524)	(4,372)
TOTAL FUNDS	722,152	(726,524)	(4,372)

16. EMPLOYEE BENEFIT OBLIGATIONS

During the year the company made contributions to a defined contribution pension scheme. The amount paid during the year was £15,048 (2021: £15,423).

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2022 nor for the year ended 31 March 2021.

18. COMPANY LIMITED BY GUARANTEE

The Charity is a company Limited by Guarantee and has no share capital.

19. DESIGNATED FUNDS

To cover anticipated future expenditure, funds are being built up in a reserve account with the NatWest. At the year end the balances were as follows:-

	£
Repairs and improvements fund	15,000
Staff costs fund	20,000
Soft play area fund	37,000
Future lease commitment fund	60,000
Flooring refurbishment	7,000
CCTV installation	9,000
Friends of Crank	325

CRANK NURSERY LIMITED

England & Wales - Charity number 1039121

Accounts

REGISTERED COMPANY NUMBER: 02913840 (England and Wales)
REGISTERED CHARITY NUMBER: 1039121

CRANK NURSERY LIMITED
REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

CRANK NURSERY LIMITED
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FOR THE YEAR ENDED 31 MARCH 2021

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 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 charity's object and its principle activity is to utilise its resources to benefit the public in such a way as to advance the education of children below and of compulsory school age by the provision of either or both day-care nursery facilities and Nursery School for such children. The children are mainly but not exclusively resident in Crank and the Rainford area of St. Helens. The charity is organised so that the trustees meet regularly to manage its affairs. The remaining staff are employed in the nursery.

In achieving these objectives and aims, the Trustees have identified the following specific purposes and value:

Organisational Purpose - Supporting children to be active citizens

Organisational Values - Seeing the possibilities to make a positive difference

- Valuing and celebrating diversity

- Supporting rights, needs, choices and dreams

- Being responsible, sustainable and innovative in our work

STRATEGIC REPORT

Achievement and performance

The trustees are pleased to report a successful year and staff turnover has remained low.

Financial review

From a financial point of view the results for the year show a deficit of £4,372 compared to a deficit for the previous year of £35,469. The main reasons for this deficit are the temporary closure of the Nursery and temporary room closures due to Covid-19 resulting in loss of fees / income. As indicated in previous reports, the trustees have continued to operate an on-going programme of property maintenance.

Progress of the charity against its objective

We have supported several local charities during the year, including Willowbrook Hospice, Crank Village Community Association, Tear drops, Children in Need and Rainford / Crank in Bloom.

Key performance indicators

1. Nursery has been awarded the highest possible score of 5 stars from both the Environmental Health and St Helens MBC scores on the doors and achieved the Millies Mark Award.
2. Positive feedback and comments from parents, local schools and the Local Authority Early Years team.

Significant Positive and Negative factors that have affected the nursery

The Covid-19 pandemic has created challenges but positive cases amongst staff and children have remained low. For a period of time only key worker children were allowed to attend Nursery so attendance was reduced. Nursery utilised the furlough scheme to offset this.

Reserves Policy

The trustees have reviewed the Charity's need for reserves in line with guidance issued by the Charity Commission and have issued a detailed Reserves Policy. The charity has designated funds set aside for anticipated future expenditure as detailed in note 18 to the accounts. The trustees believe that in addition to known commitments, it is good financial practice to hold up to six months running costs in reserve, given that the charity's income could fluctuate.

An analysis of reserves at 31 March 2021 reveals that of total reserves of £288,695, £121,000 was held as designated funds leaving £167,695 as unrestricted general funds. This represents approximately 3 months running costs for the nursery.

Principal risks and uncertainties

The trustees consider the major strategic, business and operational risks that the charity faces each year when considering budgets and business plans. Systems have been developed to monitor and control these risks to mitigate any impact that the risks may have in the future.

The Covid-19 pandemic resulted in the temporary closure of Nursery shortly before the year end of March 2020. The closure lasted for several weeks and was followed by a phased reopening. The pandemic has resulted in changes to working patterns which has successfully minimised the transition of the virus.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2021**

STRATEGIC REPORT

Key management personnel

The Trustees consider the key management personnel to be the management team. The remuneration of the key management personnel is set by the trustees with reference to available benchmarks of competitor pay.

Future plans

Plans for the future include the continuing maintenance and improvement of the nursery, the main purpose to improve the facilities. The refurbishment of the outside play area is also being considered as this was postponed due to the pandemic. All staff will continue to keep their training up to date, including Paediatric first aid and Safeguarding.

We are continually striving to achieve the best possible outcome for the children by providing qualified and experienced staff and maintaining the purchase of good quality resources and equipment.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Crank Nursery is a Charitable Company Limited by Guarantee, governed by a Memorandum and Articles of Association.

Overall direction and supervision of the activities of the Association is exercised by a Management Committee of 5 Directors including the officers (Chair: Mrs BE Brighouse and Company Secretary: Mrs S. Roper). The day to day running of the Nursery is undertaken by Mrs Sarah Morgan, Manager.

METHOD, APPOINTMENT, INDUCTION AND TRAINING OF TRUSTEES

All of the trustees are respected members of the local community and understand the ethos of our charity. The trustees have a background in business and/or working with children and have current enhanced DBS checks.

New trustees must be nominated by an existing member of the Nursery Board.

Potential new trustees will be invited for an informal visit to the Nursery and to meet the Board. If the Board deem the candidate suitable, the next stage in the procedure would be for them to be invited for an interview with the Board and the Nursery Manager. Following the interview a vote will be held and if agreed by a majority of the Board the candidate will be invited to join the Board as a Trustee.

Training of the Trustees is an ongoing process governed by the needs of the Nursery.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02913840 (England and Wales)

Registered Charity number

1039121

Registered office

Crank Nursery
Crank Hill
Crank
St Helens
Merseyside
WA11 7SD

Trustees

Mr J Adams
Mrs B E Brighouse
Mr F D Monk (resigned 1.11.20)
Mr S A Rigby
Mrs P A Davenport

Company Secretary

Mrs S Roper

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2021**

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

Mr David Hudd BA FCA
Institute of Chartered Accountants in England and Wales
Livesey Spottiswood Ltd
Chartered Accountants
17 George Street
St Helens
Merseyside
WA10 1DB

Bankers

NatWest Bank plc
5 Ormskirk St
St Helens
Merseyside
WA10 1DR

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

DISABLED EMPLOYEES

In accordance with the charity's Equal Opportunity Policy, the Charity has an established fair employment practice in the recruitment, selection, retention and training of disabled staff.

EMPLOYEE INVOLVEMENT

Employees attend regular staff meetings where their opinions on various nursery matters can be discussed and debated. The nursery has implemented a number of detailed policies regarding:

- Equality and Inclusion
- Safer recruitment
- Health and Safety
- Safeguarding and Welfare

The full details of all policies are available in the nursery.

BENEFIT TO THE PUBLIC

The Trustees confirm they have regard for the Public Benefit guidance issued by the Charity Commission as the Charities Act 2011 requires the Charity to demonstrate the Public Benefit of our aims.

The charity provides affordable, quality childcare for children within the local community along with employment for over 30 members of staff. The nursery also allows the use of the premises for the local community to use for fund raising purposes and as a polling station.

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

.....
Mrs S Roper - Secretary

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
CRANK NURSERY LIMITED (REGISTERED NUMBER: 02913840)**

Independent examiner's report to the trustees of Crank Nursery Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2021.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of Institute of Chartered Accountants in England and Wales which is one of the listed bodies.

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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 David Hudd BA FCA
Institute of Chartered Accountants in England and Wales
Livesey Spottiswood Ltd
Chartered Accountants
17 George Street
St Helens
Merseyside
WA10 1DB

Date:

CRANK NURSERY LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2021**

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	308,235	-	308,235	187,893
Charitable activities					
Operation of nursery	4	413,825	-	413,825	598,140
Investment income	3	92	-	92	453
Other income		-	-	-	497
Total		<u>722,152</u>	<u>-</u>	<u>722,152</u>	<u>786,983</u>
EXPENDITURE ON					
Charitable activities					
Operation of nursery	5	726,524	-	726,524	822,452
NET INCOME/(EXPENDITURE)		<u>(4,372)</u>	<u>-</u>	<u>(4,372)</u>	<u>(35,469)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		293,067	-	293,067	328,536
TOTAL FUNDS CARRIED FORWARD		<u><u>288,695</u></u>	<u><u>-</u></u>	<u><u>288,695</u></u>	<u><u>293,067</u></u>

The notes form part of these financial statements

CRANK NURSERY LIMITED (REGISTERED NUMBER: 02913840)

**BALANCE SHEET
31 MARCH 2021**

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	10	26,759	-	26,759	25,709
CURRENT ASSETS					
Debtors	11	19,607	-	19,607	24,916
Cash at bank		309,224	-	309,224	283,824
		<u>328,831</u>	<u>-</u>	<u>328,831</u>	<u>308,740</u>
CREDITORS					
Amounts falling due within one year	12	(66,895)	-	(66,895)	(41,382)
		<u>261,936</u>	<u>-</u>	<u>261,936</u>	<u>267,358</u>
NET CURRENT ASSETS					
		<u>288,695</u>	<u>-</u>	<u>288,695</u>	<u>293,067</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>288,695</u>	<u>-</u>	<u>288,695</u>	<u>293,067</u>
NET ASSETS					
		<u>288,695</u>	<u>-</u>	<u>288,695</u>	<u>293,067</u>
FUNDS					
Unrestricted funds	14			<u>288,695</u>	<u>293,067</u>
TOTAL FUNDS					
				<u>288,695</u>	<u>293,067</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

.....
Mrs B E Brighthouse - Trustee

The notes form part of these financial statements

CRANK NURSERY LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	32,477	940
Net cash provided by operating activities		<u>32,477</u>	<u>940</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(7,169)	(1,933)
Interest received		92	453
Net cash used in investing activities		<u>(7,077)</u>	<u>(1,480)</u>
Change in cash and cash equivalents in the reporting period			
		25,400	(540)
Cash and cash equivalents at the beginning of the reporting period		<u>283,824</u>	<u>284,364</u>
Cash and cash equivalents at the end of the reporting period		<u><u>309,224</u></u>	<u><u>283,824</u></u>

The notes form part of these financial statements

CRANK NURSERY LIMITED
NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2021

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021	2020
	£	£
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(4,372)	(35,469)
Adjustments for:		
Depreciation charges	6,119	7,150
Interest received	(92)	(453)
Decrease in debtors	5,309	23,204
Increase in creditors	25,513	6,508
	<u>32,477</u>	<u>940</u>
Net cash provided by operations	<u><u>32,477</u></u>	<u><u>940</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/20	Cash flow	At 31/3/21
	£	£	£
Net cash			
Cash at bank	283,824	25,400	309,224
	<u>283,824</u>	<u>25,400</u>	<u>309,224</u>
Total	<u><u>283,824</u></u>	<u><u>25,400</u></u>	<u><u>309,224</u></u>

The notes form part of these financial statements

CRANK NURSERY LIMITED

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

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s). The financial statements are prepared in sterling which is the functional currency of the charity.

Legal status of the charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

Going concern

The trustees consider that there are no material uncertainties about the ability of Crank Nursery Limited to continue as a going concern.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be reliably measured.

Income from Nursery fees are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the fees and any conditions for receipt are met,
- the trustees are reasonably certain they will receive it; and
- the trustees are reasonably certain that the value can be reliably measured

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably.

Interest on deposit account funds held is included when receivable and the amount can be measured reliably by the charity which is normally upon notification of the interest paid or payable by the bank.

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. All 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 attributable to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Fixed assets are capitalised at cost, where acquired or management's approximate valuation of cost where donated.

Depreciation is provided to write off the cost, less an estimated residual value, or all fixed assets evenly over their expected economic useful lives on a reducing balance basis as follows:-

- Classroom equipment - 25% on reducing balance
- Fixtures and fittings - 20% on reducing balance
- Computer equipment - 33% on reducing balance

The need for any impairment of a fixed asset write-down is considered if there is concern over the carrying value of an asset and is assessed by comparing that carrying value against the value in use or realisable value of the asset when appropriate.

Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

CRANK NURSERY LIMITED

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

1. ACCOUNTING POLICIES - continued

Fund accounting

Designated funds have been established out of the charity's unrestricted general fund to cover anticipated future expenditure. These funds are being built up in a reserve account with the charity's bankers.

Hire purchase and leasing commitments

Rentals payable under operating leases are charged against profits on a straight line basis over the periods of the leases.

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The company operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

Going concern

The Covid-19 pandemic resulted in the temporary closure of the Nursery during the year. The closure lasted for several weeks and was followed by a phased reopening resulting in a total loss of income for a period. The charity has received support from various local and national government schemes in order to assist the organisation through these difficult times.

The trustees consider that there are no material uncertainties about the ability of Crank Nursery Limited to continue as a going concern.

Grants

Government grants are recognised when it is reasonable to expect that the grants will be received and that all related conditions will be met, usually on submission of a valid claim for payment. Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Grants	308,235	187,893
	<u>308,235</u>	<u>187,893</u>

Grants received, included in the above, are as follows:

	2021	2020
	£	£
St. Helens Borough Council (Unrestricted)	190,992	178,049
Milk Grant (Unrestricted)	3,162	5,844
Furlough Income	114,081	-
Tesco Grant for Sensory Room (Restricted)	-	4,000
	<u>308,235</u>	<u>187,893</u>

3. INVESTMENT INCOME

	2021	2020
	£	£
Interest received	92	453
	<u>92</u>	<u>453</u>

All investment income in the current and previous year relates to unrestricted funds.

CRANK NURSERY LIMITED

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

4. INCOME FROM CHARITABLE ACTIVITIES

		2021	2020
	Activity	£	£
Nursery fees	Operation of nursery	413,825	598,140
		<u>413,825</u>	<u>598,140</u>

All income from charitable activities in the current and previous year relates to unrestricted funds.

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 6) £	Totals £
Operation of nursery	667,852	58,672	726,524
	<u>667,852</u>	<u>58,672</u>	<u>726,524</u>

The expenditure in relation to charitable activities costs in the current year was £726,524 (2020: £818,452) unrestricted and £Nil (2020: £4,000) restricted.

6. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Operation of nursery	42,028	16,644	58,672
	<u>42,028</u>	<u>16,644</u>	<u>58,672</u>

Governance costs is comprised of Accountancy fees of £7,062 (2020 - £6,492), Legal and professional fees of £8,742 (2020 - £6,902) and Bank charges of £840 (2020 - £898).

All expenditure in relation to support costs in the current and previous year was unrestricted.

7. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging independent examiners' remuneration amounting to £3,270 (2020 - £3,210).

8. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

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

CRANK NURSERY LIMITED
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021

9. STAFF COSTS

	31/03/21	31/03/20
	£	£
Wages and salaries	520,378	596,862
Social security costs	34,870	35,688
Pensions	15,423	17,323
Redundancy costs	12,378	-
	<u>583,049</u>	<u>649,873</u>
	<u>583,049</u>	<u>649,873</u>

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

	31/03/21	31/03/20
Direct charitable	31	34
Administration	2	2
	<u>33</u>	<u>36</u>
	<u>33</u>	<u>36</u>

No employee had employee benefits in excess of £60,000 (2020: £Nil). Pension costs are allocated to activities in proportion to the related staffing costs incurred and are wholly charged to unrestricted funds.

The total employee benefits of the key management personnel of the Nursery were £86,678 (2020: £88,682).

Indemnity insurance for the trustees is covered at a premium of £638 (2020: £633).

10. TANGIBLE FIXED ASSETS

	Classroom equipment £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 April 2020	56,243	92,077	3,360	151,680
Additions	-	-	7,169	7,169
	<u>56,243</u>	<u>92,077</u>	<u>10,529</u>	<u>158,849</u>
At 31 March 2021	56,243	92,077	10,529	158,849
	<u>56,243</u>	<u>92,077</u>	<u>10,529</u>	<u>158,849</u>
DEPRECIATION				
At 1 April 2020	51,228	72,767	1,976	125,971
Charge for year	1,254	3,862	1,003	6,119
	<u>52,482</u>	<u>76,629</u>	<u>2,979</u>	<u>132,090</u>
At 31 March 2021	52,482	76,629	2,979	132,090
	<u>52,482</u>	<u>76,629</u>	<u>2,979</u>	<u>132,090</u>
NET BOOK VALUE				
At 31 March 2021	3,761	15,448	7,550	26,759
	<u>3,761</u>	<u>15,448</u>	<u>7,550</u>	<u>26,759</u>
At 31 March 2020	5,015	19,310	1,384	25,709
	<u>5,015</u>	<u>19,310</u>	<u>1,384</u>	<u>25,709</u>
	<u>5,015</u>	<u>19,310</u>	<u>1,384</u>	<u>25,709</u>

CRANK NURSERY LIMITED
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	16,548	21,268
Prepayments and accrued income	3,059	3,648
	<u>19,607</u>	<u>24,916</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade creditors	662	14
Social security and other taxes	6,661	7,230
Other creditors	5,435	4,161
Accruals and deferred income	54,137	29,977
	<u>66,895</u>	<u>41,382</u>

13. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021	2020
	£	£
Within one year	1,667	1,740
Between one and five years	841	1,513
	<u>2,508</u>	<u>3,253</u>

14. MOVEMENT IN FUNDS

	At 1/4/20	Net movement in funds	At 31/3/21
	£	£	£
Unrestricted funds			
General fund	293,067	(4,372)	288,695
	<u>293,067</u>	<u>(4,372)</u>	<u>288,695</u>
TOTAL FUNDS	<u>293,067</u>	<u>(4,372)</u>	<u>288,695</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	722,152	(726,524)	(4,372)
	<u>722,152</u>	<u>(726,524)</u>	<u>(4,372)</u>
TOTAL FUNDS	<u>722,152</u>	<u>(726,524)</u>	<u>(4,372)</u>

CRANK NURSERY LIMITED

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

14. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/19 £	Net movement in funds £	At 31/3/20 £
Unrestricted funds			
General fund	328,536	(35,469)	293,067
TOTAL FUNDS	<u>328,536</u>	<u>(35,469)</u>	<u>293,067</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	782,983	(818,452)	(35,469)
Restricted funds			
Restricted funds	4,000	(4,000)	-
TOTAL FUNDS	<u>786,983</u>	<u>(822,452)</u>	<u>(35,469)</u>

15. EMPLOYEE BENEFIT OBLIGATIONS

During the year the company made contributions to a defined contribution pension scheme. The amount paid during the year was £15,423 (2020: £17,323).

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2021 nor for the year ended 31 March 2020.

17. POST BALANCE SHEET EVENTS

On 1st August 2021 the company renewed the lease on the premises from which it operates at an amount of £20,000 per annum with incremental increases until 31st July 2045.

18. COMPANY LIMITED BY GUARANTEE

The Charity is a company Limited by Guarantee and has no share capital.

CRANK NURSERY LIMITED

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

19. DESIGNATED FUNDS

To cover anticipated future expenditure, funds are being built up in a reserve account with the NatWest. At the year end the balances were as follows:-

	£
Repairs and improvements fund	30,000
Staff costs fund	23,000
Soft play area fund	45,000
Future lease commitment fund	23,000

CRANK NURSERY LIMITED
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2021

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Grants	308,235	187,893
Investment income		
Interest received	92	453
Charitable activities		
Nursery fees	413,825	598,140
Other income		
Commission received	-	497
Total incoming resources	<u>722,152</u>	<u>786,983</u>
EXPENDITURE		
Charitable activities		
Wages	489,860	565,996
Employers' national insurance	32,756	33,711
Pensions	15,423	17,323
Redundancy costs	12,378	-
Cost of sales - Purchases	16,122	26,043
Rent	20,000	20,000
Rates & water	7,072	11,572
Light & heat	13,029	13,910
Repairs & maintenance	19,583	24,741
Depreciation	6,119	7,150
Cleaning expenses	11,459	9,145
Toys, art & education supplies	5,753	12,483
Insurance	6,509	6,290
Training costs	3,777	1,722
Sundry expenses	6,576	12,181
COVID-19 expenses	1,436	-
	<u>667,852</u>	<u>762,267</u>
Support costs		
Management		
Wages	30,518	30,866
Employers national insurance	2,114	1,977
Insurance	452	448
Telephone	5,188	6,136
Other office expenses	3,756	6,020
Travel expenses	-	446
	<u>42,028</u>	<u>45,893</u>
Governance costs		
Accountancy fees	7,062	6,492
Legal and professional fees	8,742	6,902
Carried forward	15,804	13,394

This page does not form part of the statutory financial statements

CRANK NURSERY LIMITED
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2021

	2021	2020
	£	£
Governance costs		
Brought forward	15,804	13,394
Bank charges	840	898
	<u>16,644</u>	<u>14,292</u>
Total resources expended	<u>726,524</u>	<u>822,452</u>
Net expenditure	<u>(4,372)</u>	<u>(35,469)</u>

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