

**Report of the Trustees and  
Unaudited Financial Statements  
for the Year Ended 31 March 2021  
for  
Little Owls (Broseley)**

Caerwyn Jones  
Chartered Accountants  
Emstrey House  
Shrewsbury Business Park  
Shrewsbury  
Shropshire  
SY2 6LG

## **Little Owls (Broseley)**

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## **Little Owls (Broseley)**

### **Report of the Trustees for the year ended 31 March 2021**

The trustees are a group of people charged with the governance of the charity. During the year no trustee had any financial interest in the charity.

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

The aims of the charity are to enhance the development and education of the children primarily under statutory school age by encouraging parents to understand and provide for the needs of their children through community groups. This is done by offering appropriate play, education and care facilities, family learning and extended hours groups, together with the rights of parents to take responsibility for and to become involved in the activities of such groups, ensuring that such groups offer opportunities for all children whatever their race, culture, religion, means or ability. The nursery received its annual inspection from Ofsted in March and was awarded good. We continue to develop our practice with continued professional development ensuring our staff team operate to the highest standard. We receive government funding for three and four year olds and continue to offer sufficient places for parents to use this entitlement.

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

#### **ACHIEVEMENT AND PERFORMANCE**

This year has been a challenging one for the setting. The global pandemic, put extreme pressure on the business, as we battled between balancing the books, and ensuring we continued to offer care and education to key workers.

We were able to support the development and education of the children under statutory school age by reassuring parents and adhering to guidance from the DFE. The nursery quickly adapted to online learning, and we were able to continue with most of our sessions with reduced staff.

The national furlough scheme proved invaluable as it safeguarded six positions during the toughest part of restrictions. As we approached the second half of the year, we were able to bring our full team back, and begin offering the full range of sessions.

#### **FINANCIAL REVIEW**

Any reserves generated are placed in a deposit account to pay for unexpected contingencies and to build up a reserve to pay for replacement fixed assets.

#### **FUTURE PLANS**

The plan is to continue to provide nursery services at the standard achieved in the past and to expand the activities offered to both children and parents throughout the year.

The structure of the nursery is set to remain the same and investment is to be made in both staff training and the services currently offered.

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The nursery is registered with Ofsted. The terms of this registration means the nursery must adhere to their welfare requirements. These are regulated by Ofsted through their inspections. The nursery is also regulated termly by Shropshire Council. HR policies and procedures are currently developed through the support of Peninsula.

**Little Owls (Broseley)**

**Report of the Trustees  
for the year ended 31 March 2021**

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Recruitment and appointment of new trustees**

Trustees are appointed by the parents.

**Organisational structure**

A nursery manager is employed to oversee the day to day running of the nursery. The parent committee meets every six to eight weeks to oversee and support this. The nursery also employs several other staff including administration and room leaders.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

1043532

**Principal address**

Dark Lane School Campus  
Dark Lane  
Broseley  
Shropshire  
TF12 5LW

**Trustees**

L Bailey  
K Harley  
K Lawrence

**Independent Examiner**

Caerwyn Jones  
Chartered Accountants  
Emstrey House  
Shrewsbury Business Park  
Shrewsbury  
Shropshire  
SY2 6LG

**Bankers**

Lloyds Bank Plc  
8 High Street  
Bridgnorth  
Shropshire  
WV16 4DN

Approved by order of the board of trustees on 15 February 2022 and signed on its behalf by:

L Bailey - Trustee

**Independent Examiner's Report to the Trustees of  
Little Owls (Broseley)**

**Independent examiner's report to the trustees of Little Owls (Broseley)**

I report to the charity trustees on my examination of the accounts of Little Owls (Broseley) (the Trust) for the year ended 31 March 2021.

**Responsibilities and basis of report**

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

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

**Independent examiner's statement**

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 ICAEW which is one of the listed bodies.

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

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

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



D C Blofield BSc FCA  
ICAEW  
Caerwyn Jones  
Chartered Accountants  
Emstrey House  
Shrewsbury Business Park  
Shrewsbury  
Shropshire  
SY2 6LG

15 February 2022

Little Owls (Broseley)

Statement of Financial Activities  
for the year ended 31 March 2021

		2021 Unrestricted fund £	2020 Total funds £
	Notes		
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies		131	6,675
<b>Charitable activities</b>			
Nursery		266,493	279,244
Government grants		49,741	-
Investment income	2	5	6
<b>Total</b>		<u>316,370</u>	<u>285,925</u>
 <b>EXPENDITURE ON</b>			
Raising funds		28,421	36,262
<b>Charitable activities</b>			
Nursery		248,767	264,295
<b>Total</b>		<u>277,188</u>	<u>300,557</u>
<b>NET INCOME/(EXPENDITURE)</b>		<u>39,182</u>	<u>(14,632)</u>
 <b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		121,245	135,877
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>160,427</u></u>	<u><u>121,245</u></u>

The notes form part of these financial statements

Little Owls (Broseley)

Statement of Financial Position  
31 March 2021

	Notes	2021 Unrestricted fund £	2020 Total funds £
<b>FIXED ASSETS</b>			
Tangible assets	6	119,429	124,281
<b>CURRENT ASSETS</b>			
Debtors	7	449	447
Cash at bank		42,396	217
		<u>42,845</u>	<u>664</u>
<b>CREDITORS</b>			
Amounts falling due within one year	8	(1,847)	(3,700)
		<u>40,998</u>	<u>(3,036)</u>
<b>NET CURRENT ASSETS</b>			
		160,427	121,245
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		<u>160,427</u>	<u>121,245</u>
<b>NET ASSETS</b>			
<b>FUNDS</b>	9		
Unrestricted funds		160,427	121,245
<b>TOTAL FUNDS</b>		<u>160,427</u>	<u>121,245</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 15 February 2022 and were signed on its behalf by:

L Bailey - Trustee

The notes form part of these financial statements

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

**Income**

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

**Expenditure**

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

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 4% on cost
Equipment	- 33% on reducing balance
Fixtures and fittings	- 10% or 25% on reducing balance
Garden	- 10% on reducing balance

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

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

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

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.



# Little Owls (Broseley)

## Notes to the Financial Statements - continued for the year ended 31 March 2021

### 1. ACCOUNTING POLICIES - continued

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

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

### 2. INVESTMENT INCOME

	2021	2020
	£	£
Deposit account interest	5	6
	<u>5</u>	<u>6</u>

### 3. 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.

### 4. STAFF COSTS

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

	2021	2020
	20	21
Employees	<u>20</u>	<u>21</u>

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

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

	Unrestricted fund £
<b>INCOME AND ENDOWMENTS FROM</b>	
Donations and legacies	6,675
<b>Charitable activities</b>	
Nursery	279,244
Investment income	6
<b>Total</b>	<u>285,925</u>
<b>EXPENDITURE ON</b>	
Raising funds	36,262

Little Owls (Broseley)

Notes to the Financial Statements - continued  
for the year ended 31 March 2021

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £
<b>Charitable activities</b>	
Nursery	264,295
<b>Total</b>	300,557
<b>NET INCOME/(EXPENDITURE)</b>	(14,632)
<b>RECONCILIATION OF FUNDS</b>	
Total funds brought forward	135,877
<b>TOTAL FUNDS CARRIED FORWARD</b>	121,245

6. TANGIBLE FIXED ASSETS

	Freehold property £	Equipment £	Fixtures and fittings £	Garden £	Totals £
<b>COST</b>					
At 1 April 2020	164,856	11,502	15,344	14,718	206,420
Additions	2,080	-	912	-	2,992
Disposals	-	-	(100)	-	(100)
At 31 March 2021	166,936	11,502	16,156	14,718	209,312
<b>DEPRECIATION</b>					
At 1 April 2020	50,005	11,169	11,642	9,323	82,139
Charge for year	6,629	110	485	539	7,763
Eliminated on disposal	-	-	(19)	-	(19)
At 31 March 2021	56,634	11,279	12,108	9,862	89,883
<b>NET BOOK VALUE</b>					
At 31 March 2021	110,302	223	4,048	4,856	119,429
At 31 March 2020	114,851	333	3,702	5,395	124,281

Little Owls (Broseley)

Notes to the Financial Statements - continued  
for the year ended 31 March 2021

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Prepayments and accrued income	449	447
	<u>          </u>	<u>          </u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade creditors	-	1,256
Other creditors	1,847	2,444
	<u>          </u>	<u>          </u>
	1,847	3,700
	<u>          </u>	<u>          </u>

9. MOVEMENT IN FUNDS

	At 1.4.20	Net movement in funds	At 31.3.21
	£	£	£
Unrestricted funds			
General fund	121,245	39,182	160,427
	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL FUNDS</b>	<u>121,245</u>	<u>39,182</u>	<u>160,427</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	316,370	(277,188)	39,182
	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL FUNDS</b>	<u>316,370</u>	<u>(277,188)</u>	<u>39,182</u>

Little Owls (Broseley)

Notes to the Financial Statements - continued  
for the year ended 31 March 2021

9. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
<b>Unrestricted funds</b>			
General fund	135,877	(14,632)	121,245
<b>TOTAL FUNDS</b>	<u>135,877</u>	<u>(14,632)</u>	<u>121,245</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	285,925	(300,557)	(14,632)
<b>TOTAL FUNDS</b>	<u>285,925</u>	<u>(300,557)</u>	<u>(14,632)</u>

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

	At 1.4.19 £	Net movement in funds £	At 31.3.21 £
<b>Unrestricted funds</b>			
General fund	135,877	24,550	160,427
<b>TOTAL FUNDS</b>	<u>135,877</u>	<u>24,550</u>	<u>160,427</u>

Little Owls (Broseley)

Notes to the Financial Statements - continued  
for the year ended 31 March 2021

9. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	602,295	(577,745)	24,550
<b>TOTAL FUNDS</b>	<u>602,295</u>	<u>(577,745)</u>	<u>24,550</u>

10. RELATED PARTY DISCLOSURES

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

# Little Owls (Broseley)

## Detailed Statement of Financial Activities for the year ended 31 March 2021

	2021 £	2020 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	131	6,675
<b>Investment income</b>		
Deposit account interest	5	6
<b>Charitable activities</b>		
Babyroom	28,516	58,155
Fundraising	9	286
Nursery	237,968	220,491
ASC/BC	-	312
Grants	49,741	-
	<hr/>	<hr/>
	316,234	279,244
	<hr/>	<hr/>
<b>Total incoming resources</b>	316,370	285,925
 <b>EXPENDITURE</b>		
<b>Other trading activities</b>		
Loss on sale of tangible fixed assets	81	-
<b>Charitable activities</b>		
Wages	226,578	238,260
Pensions	2,832	3,213
Play equipment and consumables	2,273	2,808
Catering costs	7,616	9,450
Transport, outings and events	-	986
Staff training and subscriptions	7,478	8,506
	<hr/>	<hr/>
	246,777	263,223
 <b>Support costs</b>		
<b>Management</b>		
Other operating leases	2,805	4,082
Rates and water	221	837
Insurance	1,990	2,104
Carried forward	5,016	7,023

This page does not form part of the statutory financial statements

# Little Owls (Broseley)

## Detailed Statement of Financial Activities for the year ended 31 March 2021

	2021 £	2020 £
<b>Management</b>		
Brought forward	5,016	7,023
Light and heat	5,966	7,056
Telephone	950	790
Postage and stationery	939	2,063
Advertising	77	37
Sundries	241	275
Repairs	1,545	2,623
Rent	1,500	4,160
Cleaning	4,764	3,528
Staff entertaining	48	402
Accountancy	1,500	1,440
Depreciation	7,763	7,817
	<u>30,309</u>	<u>37,214</u>
<b>Finance</b>		
Bank charges	<u>21</u>	<u>120</u>
Total resources expended	<u>277,188</u>	<u>300,557</u>
<b>Net income/(expenditure)</b>	<u><u>39,182</u></u>	<u><u>(14,632)</u></u>

This page does not form part of the statutory financial statements