

**Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 March 2022
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 2022

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 underwent an Ofsted inspection in September and was awarded a 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

With increasing costs across most sectors we have tried to keep our prices low to ensure all families can still access affordable, good quality childcare.

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.

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.

Little Owls (Broseley)

**Report of the Trustees
for the year ended 31 March 2022**

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 7 March 2023 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 2022.

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

7 March 2023

Little Owls (Broseley)

Statement of Financial Activities
for the year ended 31 March 2022

		2022 Unrestricted fund £	2021 Total funds £
	Notes		
INCOME AND ENDOWMENTS FROM			
Donations and legacies		1	131
Charitable activities			
Nursery		292,253	266,493
Government grants		3,000	49,741
Investment income	2	2	5
Total		<u>295,256</u>	<u>316,370</u>
EXPENDITURE ON			
Raising funds		39,480	28,421
Charitable activities			
Nursery		<u>286,250</u>	<u>248,767</u>
Total		<u>325,730</u>	<u>277,188</u>
NET INCOME/(EXPENDITURE)		(30,474)	39,182
RECONCILIATION OF FUNDS			
Total funds brought forward		160,427	121,245
TOTAL FUNDS CARRIED FORWARD		<u><u>129,953</u></u>	<u><u>160,427</u></u>

The notes form part of these financial statements

Little Owls (Broseley)

Statement of Financial Position 31 March 2022

	Notes	2022 Unrestricted fund £	2021 Total funds £
FIXED ASSETS			
Tangible assets	6	111,767	119,429
CURRENT ASSETS			
Debtors	7	463	449
Cash at bank		22,939	42,396
		<u>23,402</u>	<u>42,845</u>
CREDITORS			
Amounts falling due within one year	8	(5,216)	(1,847)
NET CURRENT ASSETS		<u>18,186</u>	<u>40,998</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>129,953</u>	<u>160,427</u>
NET ASSETS		<u>129,953</u>	<u>160,427</u>
FUNDS	9		
Unrestricted funds		<u>129,953</u>	<u>160,427</u>
TOTAL FUNDS		<u>129,953</u>	<u>160,427</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 7 March 2023 and were signed on its behalf by:

L Bailey - Trustee

The notes form part of these financial statements

Little Owls (Broseley)

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 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 2022

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

	2022	2021
	£	£
Deposit account interest	2	5
	<u>2</u>	<u>5</u>

3. 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.

4. STAFF COSTS

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

	2022	2021
	20	20
Employees	<u>20</u>	<u>20</u>

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

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	131
Charitable activities	
Nursery	266,493
Government grants	49,741
Investment income	5
Total	<u>316,370</u>

EXPENDITURE ON

Little Owls (Broseley)

Notes to the Financial Statements - continued for the year ended 31 March 2022

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £
Raising funds	28,421
Charitable activities	
Nursery	248,767
Total	277,188
NET INCOME	39,182
RECONCILIATION OF FUNDS	
Total funds brought forward	121,245
TOTAL FUNDS CARRIED FORWARD	160,427

6. TANGIBLE FIXED ASSETS

	Freehold property £	Equipment £	Fixtures and fittings £	Garden £	Totals £
COST					
At 1 April 2021 and 31 March 2022	166,936	11,502	16,156	14,718	209,312
DEPRECIATION					
At 1 April 2021	56,634	11,279	12,108	9,862	89,883
Charge for year	6,677	73	427	485	7,662
At 31 March 2022	63,311	11,352	12,535	10,347	97,545
NET BOOK VALUE					
At 31 March 2022	103,625	150	3,621	4,371	111,767
At 31 March 2021	110,302	223	4,048	4,856	119,429

Little Owls (Broseley)

Notes to the Financial Statements - continued
for the year ended 31 March 2022

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Prepayments and accrued income	463	449

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	1,680	-
Taxation and social security	2,396	-
Other creditors	1,140	1,847
	5,216	1,847

9. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	160,427	(30,474)	129,953
TOTAL FUNDS	160,427	(30,474)	129,953

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	295,256	(325,730)	(30,474)
TOTAL FUNDS	295,256	(325,730)	(30,474)

Little Owls (Broseley)

Notes to the Financial Statements - continued for the year ended 31 March 2022

9. 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	121,245	39,182	160,427
TOTAL FUNDS	<u>121,245</u>	<u>39,182</u>	<u>160,427</u>

Comparative 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
TOTAL FUNDS	<u>316,370</u>	<u>(277,188)</u>	<u>39,182</u>

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

	At 1.4.20 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	121,245	8,708	129,953
TOTAL FUNDS	<u>121,245</u>	<u>8,708</u>	<u>129,953</u>

Little Owls (Broseley)

Notes to the Financial Statements - continued for the year ended 31 March 2022

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 £
Unrestricted funds			
General fund	611,626	(602,918)	8,708
TOTAL FUNDS	<u>611,626</u>	<u>(602,918)</u>	<u>8,708</u>

10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2022.

Little Owls (Broseley)

Detailed Statement of Financial Activities
for the year ended 31 March 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	1	131
Investment income		
Deposit account interest	2	5
Charitable activities		
Babyroom	69,849	28,516
Fundraising	8	9
Nursery	221,075	237,968
ASC/BC	150	-
Grants	4,171	49,741
	<hr/>	<hr/>
	295,253	316,234
Total incoming resources	<hr/>	<hr/>
	295,256	316,370
EXPENDITURE		
Other trading activities		
Loss on sale of tangible fixed assets	-	81
Charitable activities		
Wages	258,743	226,578
Pensions	3,566	2,832
Play equipment and consumables	4,685	2,273
Catering costs	9,644	7,616
Staff training and subscriptions	7,370	7,478
	<hr/>	<hr/>
	284,008	246,777
Support costs		
Management		
Other operating leases	3,356	2,805
Rates and water	629	221
Insurance	2,209	1,990
Light and heat	8,692	5,966
Carried forward	14,886	10,982

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 2022**

	2022 £	2021 £
Management		
Brought forward	14,886	10,982
Telephone	1,175	950
Postage and stationery	520	939
Advertising	-	77
Sundries	114	241
Repairs	4,842	1,545
Rent	3,840	1,500
Cleaning	6,730	4,764
Staff entertaining	393	48
Accountancy	1,560	1,500
Depreciation	7,662	7,763
	<hr/> 41,722	<hr/> 30,309
Finance		
Bank charges	<hr/> -	<hr/> 21
Total resources expended	<hr/> 325,730	<hr/> 277,188
Net (expenditure)/income	<hr/> <hr/> (30,474)	<hr/> <hr/> 39,182

This page does not form part of the statutory financial statements

