

Little Owls (Broseley)

Charity Number: 1043532

Trustees' Report and Unaudited Accounts

31 March 2023

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The trustees present their report with the unaudited financial statements of the charity for the year ended 31 March 2023.

#### REFERENCE AND ADMINISTRATIVE DETAILS

Charity No. 1043532

Principal Office

Dark Lane School Campus

Dark Lane

Broseley

Shropshire

TF12 5LW

Trustees

The following trustees served during the year:

L. Bailey

K. Harley

K. Lawrence

Accountants

P1 Accounting Services Ltd

Unit C11

Tweedale Industrial Estate

Madeley

Telford

TF7 4JR

Bankers

Lloyds Bank PLC

8 High Street

Bridgnorth

Shropshire

WV16 4DN

#### OBJECTIVES AND ACTIVITIES

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 the 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. We continue to develop our practice with continued professional development ensuring our staff 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.

#### ACHIEVEMENTS 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. Following an OFSTED inspection in September 2022, we maintained the grading of 'Good' which has allowed the nursery to continue claiming the 2-year old funding.

#### 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.

#### PLANS FOR FUTURE PERIODS

Our 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. However, we anticipate a challenging year ahead due to the new funding being introduced from April 2024 for two-year olds and 9-month olds from September 2024, and a gradual increase until September 2025.

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

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 are currently developed through the support of Peninsula.

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

#### STATEMENT OF TRUSTEE'S RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. The Trustees are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

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.

Signed on behalf of the charity's trustees

L. Bailey  
Trustee  
30 November 2023

Little Owls (Broseley)  
Statement of Financial Activities  
for the year ended 31 March 2023

		Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
	Notes			
Income and endowments from:				
Donations and legacies	2	-	-	1
Charitable activities	3	338,552	338,552	295,254
Investments	4	106	106	2
Total		338,658	338,658	295,257
Expenditure on:				
Charitable activities	5	16,932	16,932	21,700
Other	6	340,992	340,992	304,031
Total		357,924	357,924	325,731
Net gains on investments		-	-	-
Net expenditure	7	(19,266)	(19,266)	(30,474)
Transfers between funds		-	-	-
Net expenditure before other gains/(losses)		(19,266)	(19,266)	(30,474)
Other gains and losses				
Net movement in funds		(19,266)	(19,266)	(30,474)
Reconciliation of funds:				
Total funds brought forward		129,953	129,953	160,427
Total funds carried forward		110,687	110,687	129,953

Little Owls (Broseley)

Balance Sheet

at 31 March 2023

Charity No. 1043532

		2023 £	2022 £
Fixed assets			
Tangible assets	9	104,223	111,767
		<u>104,223</u>	<u>111,767</u>
Current assets			
Debtors	10	118	463
Cash at bank and in hand		11,114	22,939
		<u>11,232</u>	<u>23,402</u>
Creditors: Amount falling due within one year	11	(4,768)	(5,216)
Net current assets		<u>6,464</u>	<u>18,186</u>
Total assets less current liabilities		<u>110,687</u>	<u>129,953</u>
Net assets excluding pension asset or liability		<u>110,687</u>	<u>129,953</u>
Total net assets		<u><u>110,687</u></u>	<u><u>129,953</u></u>
The funds of the charity			
Restricted funds	12		
Unrestricted funds	12		
General funds		110,687	129,953
		<u>110,687</u>	<u>129,953</u>
Reserves	12		
Total funds		<u><u>110,687</u></u>	<u><u>129,953</u></u>

Approved by the trustees on 30 November 2023

And signed on their behalf by:

L. Bailey

Trustee

30 November 2023

for the year ended 31 March 2023

## 1 Accounting policies

### Basis of preparation

The financial statements have been prepared in accordance with Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

### Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

### Income

Recognition of income All income is recognised in the Statement of Financial Activity 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

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

### Taxation

The charity is exempt from tax on its charitable activities.

## 2 Income from donations and legacies

Total	Total
2023	2022
£	£
-	1
-	1

## 3 Income from charitable activities

Unrestricted	Total	Total
	2023	2022
£	£	£
338,552	338,552	295,254
338,552	338,552	295,254

4 Income from investments

Unrestricted	Total 2023	Total 2022
£	£	£
106	106	2
<u>106</u>	<u>106</u>	<u>2</u>

5 Expenditure on charitable activities

	Unrestricted	Total 2023	Total 2022
	£	£	£
<i>Expenditure on charitable activities</i>			
	16,932	16,932	21,700
<i>Governance costs</i>			
	<u>16,932</u>	<u>16,932</u>	<u>21,700</u>

6 Other expenditure

	Unrestricted	Total 2023	Total 2022
	£	£	£
Employee costs	288,200	288,200	262,702
Premises costs	24,990	24,990	24,733
Amortisation, depreciation, impairment, profit/loss on disposal of fixed assets	7,544	7,544	7,662
General administrative costs	16,303	16,303	7,374
Legal and professional costs	3,955	3,955	1,560
	<u>340,992</u>	<u>340,992</u>	<u>304,031</u>

7 Net expenditure before transfers

	2023	2022
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	7,544	7,662

8 Staff costs

	2023	2022
Salaries and wages	283,919	258,743
Pension costs	3,862	3,566
	<u>287,781</u>	<u>262,309</u>

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



9 Tangible fixed assets

	£	£	£
Cost or revaluation			
At 1 April 2022	166,936	42,376	209,312
At 31 March 2023	<u>166,936</u>	<u>42,376</u>	<u>209,312</u>
Depreciation and impairment			
At 1 April 2022	63,311	34,234	97,545
Depreciation charge for the year	6,677	867	7,544
At 31 March 2023	<u>69,988</u>	<u>35,101</u>	<u>105,089</u>
Net book values			
At 31 March 2023	<u>96,948</u>	<u>7,275</u>	<u>104,223</u>
At 31 March 2022	<u>103,625</u>	<u>8,142</u>	<u>111,767</u>

10 Debtors

	2023	2022
	£	£
Prepayments and accrued income	118	463
	<u>118</u>	<u>463</u>

11 Creditors:

amounts falling due within one year

	2023	2022
	£	£
Trade creditors	2,755	1,680
Other taxes and social security	693	2,396
Accruals	1,320	1,140
	<u>4,768</u>	<u>5,216</u>

12 Movement in funds

	At 1 April 2022	Incoming resources (including other gains/losses)	Resources expended	At 31 March 2023
	£	£	£	£
Restricted funds:				
Unrestricted funds:				
General funds	129,953	338,658	(357,924)	110,687
Total funds	<u>129,953</u>	<u>338,658</u>	<u>(357,924)</u>	<u>110,687</u>

13 Analysis of net assets between funds

	Unrestricted funds	Total
	£	£
Fixed assets	104,223	104,223
Net current assets	6,464	6,464
	<u>110,687</u>	<u>110,687</u>

14 Reconciliation of net debt

	At 1 April 2022 £	Cash flows £	At 31 March 2023 £
Cash and cash equivalents	22,939	(11,825)	11,114
	<u>22,939</u>	<u>(11,825)</u>	<u>11,114</u>
Net debt	<u>22,939</u>	<u>(11,825)</u>	<u>11,114</u>

15 Commitments

*Operating lease commitments*

Annual commitments under non-cancellable operating leases are as follows:

	2023 Land and buildings £	2023 Other £	2022 Land and buildings £	2022 Other £
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Operating leases with expiry date:

*Pension commitments*

	2023 £	2022 £
The pension cost charge to the charity amounted to:	<u>3,862</u>	<u>3,566</u>

Little Owls (Broseley)  
Detailed Statement of Financial Activities  
for the year ended 31 March 2023

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income and endowments from:			
Donations and legacies	-	-	1
	-	-	1
Charitable activities	338,552	338,552	295,254
	338,552	338,552	295,254
Investments	106	106	2
	106	106	2
Total income and endowments	338,658	338,658	295,257
Expenditure on:			
Charitable activities	16,932	16,932	21,700
	16,932	16,932	21,700
Total of expenditure on charitable activities	16,932	16,932	21,700
Employee costs			
Salaries/wages	283,919	283,919	258,743
Pension costs	3,862	3,862	3,566
Staff entertainment	419	419	393
	288,200	288,200	262,702
Premises costs			
Rent	3,840	3,840	3,840
Rates	510	510	629
Light, heat and power	7,128	7,128	8,692
Premises cleaning	5,219	5,219	6,730
Premises repairs and maintenance	8,293	8,293	4,842
	24,990	24,990	24,733
General administrative costs, including depreciation and amortisation			
Depreciation of	7,544	7,544	7,662
Equipment leasing and hire charges	7,654	7,654	3,356
General insurances	2,511	2,511	2,209
Stationery and printing	956	956	520
Sundry expenses	3,224	3,224	114

Little Owls (Broseley)

Detailed Statement of Financial Activities

Telephone, fax and broadband	1,958	1,958	1,175
	<u>23,847</u>	<u>23,847</u>	<u>15,036</u>
Legal and professional costs			
Accountancy and bookkeeping	3,955	3,955	1,560
	<u>3,955</u>	<u>3,955</u>	<u>1,560</u>
Total of expenditure of other costs	<u>340,992</u>	<u>340,992</u>	<u>304,031</u>
Total expenditure	357,924	357,924	325,731
Net gains on investments	-	-	-
	<u>(19,266)</u>	<u>(19,266)</u>	<u>(30,474)</u>
Net expenditure			
Net expenditure before other gains/(losses)	<u>(19,266)</u>	<u>(19,266)</u>	<u>(30,474)</u>
Other Gains	-	-	-
	<u>(19,266)</u>	<u>(19,266)</u>	<u>(30,474)</u>
Net movement in funds			
Reconciliation of funds:			
Total funds brought forward	129,953	129,953	160,427
Total funds carried forward	<u>110,687</u>	<u>110,687</u>	<u>129,953</u>