

**Registered Charity Number: 1079765**  
**Company number: 03808850**

**Tiddlywinks Centre**

**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**

**For the year ended 31 March 2023**

## **Tiddlywinks Centre**

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## **Tiddlywinks Centre**

### **Legal and administrative information for the year ended 31 March 2023**

#### **Previous names**

Arbourthorne Tiddly-winks Club

#### **Trustees/Directors**

Sarah Newton	Chair
Nadine Wynter	Treasurer
Janice Robinson	
Caroline Beattie	
James Linfoot	
Nicola Talbot	

Appointed 22 June 2023

#### **Company Secretary**

Christine Plant

#### **Management team**

Tracey Thompson	Centre Manager
Fay Haughton	Assistant Manager
Carol Ryan	Finance Officer
Christine Plant	Business and Project Development Coordinator

#### **Charity number**

1079765

#### **Company number**

03808850

#### **Registered office**

7 Eastern Drive  
Sheffield  
S2 3WP

#### **Independent Examiner (and accountants)**

Sarah Lightfoot, FCA DChA  
Seven Hills Accountants Limited  
57 Burton Street  
Sheffield  
S6 2HH

## **Tiddlywinks Centre**

### **Trustees' annual report For the year ended 31 March 2023**

The trustees are pleased to present their annual directors' report together with the financial statements of the charity for the year ending 31 March 2023 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and the 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) issued in October 2019.

#### **Objectives, activities and public benefit**

The objects of the charity are to enhance the development and education of children and families in Sheffield and surrounding areas by encouraging parents to understand and provide for the needs of their children by:

- offering appropriate facilities, activities and training courses, together with the right of parents and carers to take responsibility for and to become involved in the activities, ensuring such activities offer opportunities for all children, regardless of means, sex, sexual orientation, race or of political, religious or other opinions.
- Encouraging the understanding of the needs of such children and their families and promoting public interest in and recognition of such needs in the area of benefit.
- Providing facilities and support services in the interests of social welfare for such children and their families with a view to improving the conditions of life of such persons.

Nothing in the articles shall authorise an application of the property of the charity for purposes which are not charitable in accordance with section 7 of the charities and trustee investment (Scotland) act 2005 and/or section 2 of the charities act (Northern Ireland) 2008.

In setting our objectives and planning our activities the trustees have given careful consideration to the Charity Commission's public benefit guidance, especially with regards to charging fees.

We provide a local community service, building a charitable business based on income generation which is not dependant on grant funding. We offer families living in Arbourthorne and surrounding areas of Sheffield a quality childcare and family support service. Each year we host several open days through the year to encourage the local families and the wider community to visit the centre and experience the services on offer. A consultation is carried out annually to seek the views of its users.

#### **Tiddlywinks Centre ethos;**

- To be a multipurpose centre at the hub of the community
- To act as a catalyst for economic renewal in Arbourthorne
- To help break the poverty cycle for children and families

## **Tiddlywinks Centre**

### **Trustees' annual report - continued For the year ended 31 March 2023**

#### **Objectives, activities and public benefit – continued**

The charity aims to address the following issues:

- Local parents / carers face a range of barriers to improving their family's standard of living and future prospects.
- Local parents / carers need access to flexible, affordable childcare in order to support a return to work or education.
- Many children starting school in the area are currently judged as not ready to engage with and benefit from school.
- Pre-school children need a safe and stimulating environment to develop their confidence and interest in learning and in building relationships.

Core Business of Tiddlywinks Centre achieves:

- Local parents / carers have access to flexible, affordable childcare which supports a return to work or education.
- All children starting school from Tiddlywinks are ready to engage with and benefit from school.
- Pre-school children enjoy a safe and stimulating environment in which they develop physical, emotional and social skills, capabilities and confidence.

#### **Activities and achievements:**

As a charitable organisation we closely monitor our budget spend at all times. We have experienced a relatively good number of years. Going into this year we recognised the real challenges facing the Centre and the rest of the family support & childcare sector. The impact on the budgets has been for a number of reasons including a large increase in running costs, the government not recognising the true cost of childcare. The Funding for 2 year & 3-4 years' free nursery education rates remains insufficient to meet the true delivery cost, the large increase in the minimum wage, the slowdown in demand for places and the local authority predicting lower birth rates over the next 3 years, which will impact demand in the local area and across Sheffield as a whole. We realised quickly we needed a clear strategy in place to change how we delivered services to families to enable Tiddlywinks Centre to have a sustainable budget for 2022-23 and beyond.

In December 2021 the Board of Trustees alongside the Management team took the decision to implement a strategy of change. The main strategy was to reduce the total running costs of the Centre. This would be achieved by reducing the number of childcare places we deliver to families. Merging of the younger children to create an under 3's unit and a reduction to the staffing budget which makes up at least 80% of the total Centre costs. The Centre would seek additional funding to extend and implement new support services to target the most vulnerable families. Tiddlywinks Centre successfully implemented the changes in April 2022.

The strategy of change implemented in April 2022 has had a positive impact on the budget for 2022-2023. Reducing overhead cost including salary's and reducing the number of places delivered has had the impact planned. Fewer places with higher occupancy rates. What we couldn't have forecast was the incredible leaps in the cost of utilities & food. Due to the strategies already in place Tiddlywinks Centre are closer to being able to meet a near sustainable budget for the 2022-23 period

We have built up an excellent reputation within the Arbourthorne & the surrounding areas for providing quality childcare. We continue to provide quality childcare and family support services. Families who access the Centre come from a wide range of backgrounds from families living on the poverty line, struggling to exist within the benefit system, to families in employment trying to find the work/life balance. The Centre continues to focus on supporting local families to enter into training or seek employment to escape the cycle of poverty.

The Tiddlywinks Centre management team are extremely pleased to have delivered a quality community service to families over the last year. Tiddlywinks Centre team recognised the need to review the delivery of provision for 2022-2023 to overcome the challenges we faced in 2021-22.

**Occupancy:** Tiddlywinks Centre currently has just over 150 families on the register. The Centre is Ofsted registered to deliver up to 65 childcare places. Currently we offer 50 places, this figure is based on current demand. The child occupancy is monitored closely on a monthly basis. Making sure we meet family demand and maximise income generation. This information is reported to the Board of Trustees each meeting. We have an overall target of 80%. This fluctuates over the year dependant on uptake. Overall occupancy for 2022-23 was between 60%-96%. The lowest occupancy levels are usually in the September -December period as we see a large number of children leave to start school. 47 children left to start school in the Autumn of 2022.

The cost of living crisis has had a massive impact on the families who were already vulnerable falling deeper into poverty. The Centre and the staff continue to work closely with families and children to help support families.

Tiddlywinks Centre continues to work closely with other support agencies across the city to support all our families, working in partnership to distribute food parcels and activity resources to local families throughout the school holidays. We will continue to link with other current initiatives to enable us to give additional support to our families where needed.

**SEN Support:** The number of families & children we support with Special Education Needs (SEND) support has continued to grow over the last year.

Over the 2022-2023 period Tiddlywinks Centre had between 22-29 children on the SEN register. The Centre has a Traffic light system to identify the levels of support required.

- Green is the lowest level of support: Children have an extra support sheet and are given opportunities within nursery to receive this additional support. Many children need this extra support to allow them to achieve/ raise their development levels. Between 10-15 children were identified at the Green level.
- Orange: Children require additional support within nursery but also require additional support from outside professionals/agencies. Between 7-10 were children identified at orange level.
- Red is the highest level of support required. These children may need Education Health & Care plans (EHCP) in place. In 2022-23, 5 children required this level of support. 3 received EHCPs. 3 require 1-1 support.

## **Tiddlywinks Centre**

### **Trustees' annual report - continued For the year ended 31 March 2023**

The Centre is committed to provide support to families and children. This additional support, the level of reporting and monitoring has an extra cost to the Centre. SEN grants are available from Sheffield City Council to support children but these grants can take many months to secure and only cover the additional costs of the childcare support. Not the cost of reporting, monitoring or meeting attendance required by Centre staff.

The continuing effect of lockdown has meant the amount of families of two-year-olds now applying to access the Centre on funded entitlement are entering the nursery with significant higher needs than before. The percentage of children needing low level additional support is still high. The Centre is experiencing an increasing number of children requiring very high levels of support due to complex SEN needs. In response to this growing demand we have had a standalone SEN support post since January 2022. Tiddlywinks recognised the need to invest in this post to support the Centre to meet the challenges of supporting children with high complex needs to attend the Centre.

The Centre continues to have strong working relationships with SEN support staff working in the statutory services. These working relationships mean we can give very clear and coherent support to families and children. We have been reporting since 2020 regarding the increase in the number of children requiring additional support which continues to create an additional pressure on already stretched services & on the Centre budget. As more children are identified to require SEN support Statutory Services are continually being reduced, withdrawn or are not consistent. As the number of children requiring support has increased, the referral system to secure support from statutory services has become more difficult. With statutory services struggling with the growing need from families. Leaving Tiddlywinks Centre to bridge the gap as families are waiting months for referrals to be assessed and even longer to receive any support. Tiddlywinks Centre continues to support these families, providing both a high level of care for children and supporting parents to navigate through ever increasing complex systems to secure specialised support.

**Safeguarding:** There has always been an underlying need for some families in the local area who require social services intervention but this continues to increase year on year. This year again we have seen the biggest increase in families requiring additional support/ intervention from social services.

Tiddlywinks Centre had between 10-15, a 30% increase on 2021, families requiring significant support from the Centre & social services in the 2022-2023 period. Several of these families required intense support. The Centre continues to monitor the time invested to support these families.

The pressures on families has increased again this year due to the enormous rise in the cost of living. Families who were already struggling to get out of the poverty trap are falling deeper in. Families who are living in crisis, finding themselves with increasing debt, dealing with depression & other health related issues, including drugs & alcohol abuse. This leads to families struggling to provide for their own children. This support increases the pressure on the Centre's resources for which we do not receive any additional funding. This is one of the main reasons the Centre has prioritised the raising of additional funding to enable us to provide tailored family support initiatives directly to the most vulnerable. Supporting families to stay together and meet the challenges each individual family faces.

We are again currently looking at the true cost of this additional support. We will be raising this with Sheffield City Council. This is part of the ethos of Tiddlywinks Centre to support all families whether thriving or in crisis. But we do need to highlight these additional cost as the budgets become smaller and the cost of delivering quality care rises.

**Family Support Strategy, Twinkle Sessions 2023:** Tiddlywinks Centre proposed to develop & deliver a new family support strategy to support local families. We planned to deliver a series of play and stay groups. The play & stay 'Twinkle sessions' will have a variety of themes dependant on needs of the families attending. The sessions will be focused on encouraging child & parent to enjoy playing together, socialise with other children & for new families be an introduction to the Centre. Session themes may be focused around child development milestones, speech & language development, weaning, toilet training, and SEN needs. The groups would respond to the particular interests and needs of the individual families in attendance. The Twinkle sessions will be delivered in 6 week blocks. There would be a gift of a shopping voucher to the value of £20.00, to spend at a choice of supermarkets at the end of the 6-week block. Vouchers would be awarded to all families who have attended 4 or more of the 6 six sessions. Past experience has shown that families will be more willing to attend groups regularly if a reward is offered. In the current climate of rising food prices, we feel a shopping voucher would be welcome.

**Quality Curriculum:** Tiddlywinks Centre received an outcome of "GOOD" at the last OFSTED inspection October 2021. Tiddlywinks Centre's overarching target is to raise the attainment of the children entering school at foundation stage. To strengthen the Centre's delivery of this target we are committed to providing a high level of staff training, continual reviewing of practice and setting out a strong plan for the staff team to deliver a quality & enhanced curriculum for the Centre. This plan has the individual child at its heart.

**Staff training & development:** is key to the Centre offering quality care.

**Links with local schools:** Tiddlywinks Centre continues to strengthen links with Arbourthorne Community Primary, King Edward's primary and Norfolk primary schools to forge strong transitions for children and their families within the community. This year we have seen a number of children transitioning to other schools outside of the Arbourthorne area. Including Gleadless primary & Bankwood primary schools.

**Holiday Playcare:** Tiddlywinks Centre continues to offer a small number of holiday playcare places to school aged children through the school holidays. These places are mainly accessed by employees or former families of the Centre.

**Community Group:** Tiddlywinks Centre has continued to work closely with the Best Start Project run through Manor & Castle Development Trust. We are part of the people keeping well panel. The Centre continues to work in partnership with the Wybourn Family Centre, along with local representatives from the Health service, local schools and other organisations.

**Staffing:** The Centre staff team reduced from 26 full & part time staff to 21 in April 2022 due to the implementation of the programme of change. We managed to make these reductions without having to implement a redundancy process. A high percentage of the staff team are local people or who started on apprenticeships and have gained employment and childcare qualifications to work within the Centre. Tiddlywinks believes in personal development, encouraging staff to access training to enhance their skills, knowledge and experience. We provide a programme of staff training. A number of staff have achieved a degree level qualification. Tiddlywinks has an ethos of providing training & employment opportunities to local people.



## **Tiddlywinks Centre**

### **Trustees' annual report - continued For the year ended 31 March 2023**

**Apprenticeships:** As part of the charitable aims we offer apprenticeship opportunities for local young persons to gain employment skills and achieve a childcare qualification. This apprentice scheme is delivered in partnership with Sheffield. We currently have 2 young people on the apprenticeship scheme.

**Volunteers:** Tiddlywinks Centre supports local people by offering volunteer opportunities.

**Lease:** Tiddlywinks Centre has now secured a new 30-year lease at peppercorn rent. This new lease will have an important impact on securing Tiddlywinks Centre's future.

#### **Financial review:**

Tiddlywinks Centre Board of Trustees agreed to not schedule any significant spend from reserves this year. Reviewing the current financial situation in April 2022 the decision was taken to try and maintain the current level of reserves in these challenging financial times.

Tiddlywinks Centre would draw up a funding strategy to seek funding for new initiatives & activities, equipment to enhance the services already delivered by the Centre. This funding would include any repairs or refurbishments that was required in the 2022-23 period.

Tiddlywinks Centre predicted a better financial year for the 2022-23 period hoping the effect of the strategy of change initiated in April 2022 would have a positive impact on the Centre's financial future. We follow a programme of cost saving measures to minimise any impact we may experience including a review of fees, and a revised staffing plan. Even with all these cost saving measures without government raising the funded 2/3/4 year old entitlement to providers meeting all costs would be a struggle.

Due to our cost saving measures, we have minimised the loss to the charity, compared to the previous year. We ended the year with a general fund deficit of approximately £12,000.

Perhaps the greatest threat to Tiddlywinks Centre continues to be the lack of connection between the Government Free nursery entitlement rate paid to nurseries and the continual increases in the national minimum wage. This is becoming unsustainable for private/voluntary/community sector nurseries that operate in areas of economic disadvantage, with families that are in great need but unable to afford any additional charges.

As a charitable organisation we closely monitor our budget spend at all times. The impact on the budget has been for a number of reasons including a massive general increase in running costs (utilities & food), the government not raising the Funding for 2 year & 3-4 years' free nursery education rate sufficiently to meet the delivery cost, the large increase in the minimum wage, the slowdown in demand for places and the local authority predicting lower birth rates over the next 3 years, which will impact demand in the local area and across Sheffield as a whole.

**Proposed future development plans**

Tiddlywinks Centre will place on hold plans to develop and build a new community building (Appleby House) on site to concentrate on securing current service delivery. Tiddlywinks Centre will instead focus on plans to develop and extend family support initiatives. We have a robust funding strategy in place to secure funding to deliver tailored family support services to our most vulnerable children & families.

Tiddlywinks Centre still envisions a new community house development to be a cradle to grave support service for the local community in the future but not at the present time. We will still be ready to respond if government policy changes and investment in the local community and families becomes available.

**Reserves Policy**

The Board of trustees review the reserves policy yearly. They considered the current risks to the organisation. Understanding the need to balance, protect the existing operational activities, whilst needed to invest in the Centre's future to grow and diversify income streams. The charity needs to grow to reflect and meet the needs of the local community. The policy is based on risk probability and impact.

The free reserves target is £140,000, based on estimated closure costs plus additional for key building repairs.

The trustees had set aside £75,000 as a designated fund towards the development of Appleby House – to use for initial costs, as and when fundraising commences in earnest, and also if required as a matched funding element. This future project was put on hold in September 2022 as the charity recognised the challenges currently facing the sector a need to concentrate on securing sustainable services. The trustees have released £36,000 of these designated funds to ensure sufficient free reserves are held. After this transfer, free reserves at 31 March 2023 (also being the general fund balance) were £104,109.

In addition to the £39,000 remaining Appleby House designated fund, the charity has also set aside the net book value of the property and associated depreciation in a designated fund to more clearly show the ongoing running costs within general funds. This balance at 31 March 2023 is £544,460.

**Risk management**

The major risks to which the company are exposed are examined and reviewed regularly and systems have been established to mitigate any risks identified. Major external risks to funding are currently being reviewed by the trustees. Internal risks are minimised by procedures for authorisation of all transactions and to ensure a high quality of service delivery throughout the organisation. All regulations set out by Ofsted are regularly reviewed and adhered to. These procedures and policies are reviewed annually to ensure that they continue to meet the needs of the organisation.

## **Tiddlywinks Centre**

### **Trustees' annual report - continued For the year ended 31 March 2023**

#### **Structure, governance and management**

The organisation is a company limited by guarantee and a registered charity. The charity's governing documents are its Memorandum and Articles of Association.

The charity was incorporated as a company limited by guarantee without share capital, on 16 July 1999 and the charity was formed on 9th March 2000 under a Trust deed registered with the Charity Commission. The articles of association were changed on 8 January 2018 to reflect the current practice of the organisation.

Tiddlywinks carried out a Governance Review during 2017 including a review of the organisation's registered Objects and Articles of Association culminating in revised Articles of Association based on the Charity Commission's current model articles for a Charitable Company. The Trustees agreed to change the company/charity name from Arbourthorne Tiddly-winks Club to Tiddlywinks Centre. (The Centre is known locally as the Tiddlywinks Centre).

The charity is organised so that the trustees and its Management Team meet regularly to manage its affairs.

The Board meets every 6 weeks and is made up of local people, parents and other associated professionals. At each meeting key senior staff attend and present management and financial reports. The agendas are set by the senior management team and approved by the chairperson.

The Centre has a clear management structure in place to manage the charity/company. The day-to-day management of the charity is delegated to the Management Team. The Management Team meet weekly. The trustees approve all major expenditure.

The company has no share capital and in the event of the Charity being dissolved, every member promises to pay £1 towards the cost of dissolution and the liabilities incurred by the charity.

#### **Appointment of trustees**

The directors of the charitable company are also trustees for the purpose of charity law and are referred to in this report as trustees.

Appointment of members is governed by the trust deed of the charity. The board of trustees is authorised to appoint new trustees to fill vacancies arising through resignation or death of an existing trustee.

The Trustees of the Charity are elected at each Annual General Meeting (AGM). The minimum number of directors shall be three (3) but (unless otherwise determined by ordinary resolution) shall not be subject to any maximum. All trustees must retire at each AGM but may offer themselves for re-election. A director may not appoint an alternate director or anyone to act on his or her behalf at meetings of the directors. The Trustees may at any time co-opt any individual duly qualified to be appointed as a Trustee to fill a vacancy in their number or as an additional Trustee. However, a co-opted Trustee holds office only until the next AGM and the total number of co-optees at any one time shall not be more than one-half of the elected Trustees. No co-opted Trustee can serve for more than four consecutive years.

**Tiddlywinks Centre**


**Trustees' annual report - continued**  
**For the year ended 31 March 2023**

**Small Companies Statement**

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

The trustees declare that they have approved the Trustees' annual report above on 21.9.23  
and signed on behalf of the directors by:

Print name:

S J. NEWTON   
Trustee

## **Independent examiner's report to the directors of Tiddlywinks Centre ('the Company')**

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

### **Responsibilities and basis of report**

As the directors of the Company 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 company'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 the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I 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 organisations 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.

Signed: 

Sarah Lightfoot, FCA DChA  
Seven Hills Accountants Limited  
57 Burton Street  
Sheffield  
S6 2HH

Date: 25 September 2023

**Statement of financial activities (incorporating the income and expenditure account)**  
**for the year ended 31 March 2023**

	Notes	General fund £	Designated funds £	Restricted funds £	2023 Total £	2022 Total £
<b>Income from:</b>						
Donations and legacies	2	79	-	5,660	5,739	-
Charitable activities	3	386,606	-	-	386,606	410,080
Investments - bank interest		1,062	-	-	1,062	65
<b>Total income</b>		<b>387,747</b>	<b>-</b>	<b>5,660</b>	<b>393,407</b>	<b>410,145</b>
<b>Expenditure on:</b>						
Charitable activities	4	399,877	17,309	660	417,846	485,811
<b>Total expenditure</b>		<b>399,877</b>	<b>17,309</b>	<b>660</b>	<b>417,846</b>	<b>485,811</b>
<b>Net income/(expenditure)</b>		<b>(12,130)</b>	<b>(17,309)</b>	<b>5,000</b>	<b>(24,439)</b>	<b>(75,666)</b>
Transfers	12	36,000	(36,000)	-	-	-
<b>Net movement in funds</b>		<b>23,870</b>	<b>(53,309)</b>	<b>5,000</b>	<b>(24,439)</b>	<b>(75,666)</b>
<b>Reconciliation of funds:</b>						
Total funds brought forward		116,239	636,769	8,194	761,202	836,868
<b>Total funds carried forward</b>		<b>140,109</b>	<b>583,460</b>	<b>13,194</b>	<b>736,763</b>	<b>761,202</b>

The statement of financial activities includes all gains and losses recognised in the year. All of the charitable company's operations are classed as continuing.

# Tiddlywinks Centre

## Balance Sheet

As at 31 March 2023

	Notes	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	8	544,460	561,769
<b>Total fixed assets</b>		<u>544,460</u>	<u>561,769</u>
<b>Current assets</b>			
Debtors	9	5,533	1,524
Cash at bank and in hand		<u>195,628</u>	<u>207,267</u>
<b>Total current assets</b>		<u>201,161</u>	<u>208,791</u>
Creditors: amounts falling due within one year	10	(8,858)	(9,358)
<b>Net current assets</b>		<u>192,303</u>	<u>199,433</u>
<b>Total assets less current liabilities</b>		<u>736,763</u>	<u>761,202</u>
Creditors: amounts falling due after one year		-	-
<b>Total net assets</b>		<u><u>736,763</u></u>	<u><u>761,202</u></u>
<b>Represented By</b>			
<b>FUNDS</b>			
General funds		140,109	116,239
Designated funds	11	<u>583,460</u>	<u>636,769</u>
Total unrestricted funds		<u>723,569</u>	<u>753,008</u>
Restricted funds	12	<u>13,194</u>	<u>8,194</u>
<b>Total charity funds</b>	13	<u><u>736,763</u></u>	<u><u>761,202</u></u>

For the year ending 31 March 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
- The director's acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

The accounts have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within part 15 of the Companies Act 2006.

Approved by the board on 21.9.23 and signed on its behalf by:

Print name: S. J. NEWTON   
Trustee

**Notes to the Accounts  
for the year ended 31 March 2023**

**1 Accounting Policies**

**(a) Basis of preparation**

Tiddlywinks Centre is a charitable company in the United Kingdom limited by guarantee. In the event that the charity is wound up the liability in respect of the guarantee is limited to £10 per member of the charity. The address of the registered office is given in the company information on page 1 of these financial statements.

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006. The financial statements have taken advantage of the exemption not to prepare a Statement of Cashflows.

The charity meets the definition of a public benefit entity as defined under FRS102. The financial statements are presented in sterling which is the functional currency of the charity and are rounded to the nearest £1.

**(b) Income**

Income is recognised in the SOFA when the charity has entitlement to the funds, any performance conditions attached to the monies have been met, the receipt of the income is probable and its amount can be reliably measured.

Funding for projects is recognised when the charity has entitlement to the funds, any performance conditions attached to the projects/grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

**(c) Expenditure and liabilities**

Expenditure is recognised where there is a legal or constructive obligation to pay a third party, it is probable that settlement will be required and the amount of the obligation can be reliably measured. All expenditure is reported gross of irrecoverable VAT.

**(d) Tangible fixed assets**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on all tangible assets at the following annual rates calculated to write off the cost less estimated residual value, on a straight line basis over their useful economic lives:

Land and buildings	50 years
General equipment	5 years
Play equipment	5 years

Items of equipment are capitalised where their purchase price exceeds £1,000. All Computer/IT equipment is to be fully expensed in the year of purchase.

**(e) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

**(f) Trade debtors**

Trade debtors are amounts due from customers for services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.



**Notes to the Accounts - continued**  
**for the year ended 31 March 2023**

**1 Accounting Policies - continued**

**(g) Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

**(h) Defined contribution pension scheme**

The charity contributes to a defined contribution pension scheme for the benefit of the employees. The pension costs charged against net incoming resources are the contributions payable to the scheme in respect of the accounting period in accordance with FRS102.

**(i) Operating lease rentals**

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

**(j) Taxation**

As a charity, the organisation is exempt from tax on income and gains falling within the available tax exemptions to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

**(k) Fund accounting**

Unrestricted funds are donations and other income receivable or generated for the objects of the organisation without further specified purpose and are available as general funds.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are either donations which the donor has specified are to be solely used for particular areas of the charity's work or grant income sought for specified activities.

**(l) Going concern**

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

**2 Income from donations and legacies**

	General Fund £	Designated Funds £	Restricted Funds £	2023 Total £	2022 Total £
Donations	79	-	500	579	-
The Beatrice Laing Trust	-	-	5,000	5,000	-
Sheffield City Council - Jubilee grant	-	-	160	160	-
	<u>79</u>	<u>-</u>	<u>5,660</u>	<u>5,739</u>	<u>-</u>
Prior year fund comparative	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Notes to the Accounts - continued  
for the year ended 31 March 2023

**3 Income from charitable activities**

	General Fund £	Designated Funds £	Restricted Funds £	2023 Total £	2022 Total £
Nursery fees	121,969	-	-	121,969	129,352
Sheffield City Council - FEL	251,937	-	-	251,937	269,705
Sheffield City Council - Early Years Inclusion and EHCP	10,073	-	-	10,073	5,211
Milk reimbursement scheme	2,177	-	-	2,177	1,762
Student placement and apprentice fees	450	-	-	450	4,050
	<u>386,606</u>	<u>-</u>	<u>-</u>	<u>386,606</u>	<u>410,080</u>
Prior year fund comparative	<u>410,080</u>	<u>-</u>	<u>-</u>		<u>410,080</u>

**4 Expenditure on charitable activities**

	Notes	General Fund £	Designated Funds £	Restricted Funds £	2023 Total £	2022 Total £
<b>Direct costs</b>						
Staff costs	5	245,676	-	-	245,676	275,090
Other staff costs		745	-	-	745	1,782
Activity costs		19,761	-	660	20,421	25,822
<b>Support costs</b>						
Staff costs	5	80,534	-	-	80,534	97,034
Payroll fees		768	-	-	768	803
Administration costs		8,150	-	-	8,150	8,454
Insurance		4,670	-	-	4,670	5,042
Legal and professional fees		1,769	-	-	1,769	6,296
Utilities and waste disposal		14,409	-	-	14,409	12,848
Council tax		2,022	-	-	2,022	-
Repairs and maintenance		12,654	-	-	12,654	27,681
Maintenance contracts		6,272	-	-	6,272	4,991
Bank charges		707	-	-	707	739
Depreciation		-	17,309	-	17,309	17,309
Independent examination fee	6	1,740	-	-	1,740	1,920
		<u>399,877</u>	<u>17,309</u>	<u>660</u>	<u>417,846</u>	<u>485,811</u>
Prior year fund comparative		<u>468,502</u>	<u>17,309</u>	<u>-</u>		<u>485,811</u>

**Notes to the Accounts - continued**  
**for the year ended 31 March 2023**

**5 Staff costs**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Salaries	309,257	350,899
Employer's National Insurance contributions	16,732	19,157
Employer's allowance	(5,000)	(4,000)
Employer's pension contributions	5,221	6,068
	<u>326,210</u>	<u>372,124</u>

	<b>2023</b>	<b>2022</b>
Average number of employees		
Management and administration	5	5
Service delivery	16	21
	<u>21</u>	<u>26</u>

No employee received

**6 Trustees and Key management personnel remuneration, benefits and expenses**

The trustees were not paid or received any other benefits from employment with the charity in the year (2022: £nil). No trustees were reimbursed expenses during the year (2022: £nil). No trustees received payment for professional or other services supplied to the charity (2022: £nil).

The key management personnel of the charity, comprise the trustees, and the management team (noted on page 1 of the accounts). The total employee benefits of the key management personnel of the charity were £69,486 (2022: £82,125).

**7 Independent examination fees**

	<b>2023</b>
	<b>£</b>
Independent examination fee (including accountancy)	<u>1,740</u>

No other fees were payable to the independent examiner's organisation during the year.

Notes to the Accounts - continued  
for the year ended 31 March 2023

8 Tangible fixed assets

	Land and Buildings £	Fixtures and Fittings £	Total £
<b>Cost</b>			
As at 1 April 2022	865,453	12,151	877,604
As at 31 March 2023	865,453	12,151	877,604
<b>Depreciation</b>			
As at 1 April 2022	303,684	12,151	315,835
Charge this period	17,309	-	17,309
As at 31 March 2023	320,993	12,151	333,144
<b>Net book value</b>			
As at 31 March 2023	544,460	-	544,460
As at 31 March 2022	561,769	-	561,769

All fixed assets are considered

9 Debtors

	2023 £	2022 £
Trade debtors	4,103	-
Prepayments	1,430	1,524
	<b>5,533</b>	<b>1,524</b>

10 Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	3,121	2,192
Other creditors	1,584	1,738
Accruals	1,740	1,920
Other taxes and social security	2,413	3,508
	<b>8,858</b>	<b>9,358</b>

**Notes to the Accounts - continued**  
**for the year ended 31 March 2023**

**11 Designated funds**

	Balance b/fwd £	Income £	Expenditure £	Transfers £	Balance c/fwd £
Property	561,769	-	(17,309)	-	544,460
Appleby House project	75,000	-	-	(36,000)	39,000
	<b>636,769</b>	<b>-</b>	<b>(17,309)</b>	<b>(36,000)</b>	<b>583,460</b>

The property is held in a designated fund to more clearly show the ongoing position of the charity.

**Appleby House project**

The trustees have set aside £75,000 to assist with initial project costs, and to be used as match funding if required. As the project is now on hold, some of these funds have been transferred to general funds, to support the regular activities of the charity.

<i>Prior year comparison</i>	<i>Balance b/fwd £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers £</i>	<i>Balance c/fwd £</i>
Property	579,078	-	(17,309)	-	561,769
Appleby House project	75,000	-	-	-	75,000
	<b>654,078</b>	<b>-</b>	<b>(17,309)</b>	<b>-</b>	<b>636,769</b>

**12 Restricted funds**

	Balance b/fwd £	Income £	Expenditure £	Transfers £	Balance c/fwd £
Building extension	8,194	-	-	-	8,194
SCC - Jubilee grant	-	160	(160)	-	-
B Heron Donation	-	500	(500)	-	-
Twinkle project (Family Support services)	-	5,000	-	-	5,000
	<b>8,194</b>	<b>5,660</b>	<b>(660)</b>	<b>-</b>	<b>13,194</b>

**Building extension**

Money given towards the extension of the building. Funders are being contacted to see if these funds can be used towards the Twinkle project, now the building extension project is on hold.

**Twinkle project (Family Support services)**

Monies given towards family support services.

<i>Prior year comparison</i>	<i>Balance b/fwd £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers £</i>	<i>Balance c/fwd £</i>
Building extension	8,194	-	-	-	8,194
	<b>8,194</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,194</b>

Notes to the Accounts - continued  
for the year ended 31 March 2023

## 13 Net assets by fund

	General funds £	Designated funds £	Restricted funds £	Total 2023 £
Tangible fixed assets	-	544,460	-	544,460
Net current assets	140,109	39,000	13,194	192,303
	<b>140,109</b>	<b>583,460</b>	<b>13,194</b>	<b>736,763</b>
<i>Prior year comparison</i>	<i>General funds £</i>	<i>Designated funds £</i>	<i>Restricted funds £</i>	<i>Total 2022 £</i>
Tangible fixed assets	-	561,769	-	561,769
Net current assets	116,239	75,000	8,194	199,433
	<b>116,239</b>	<b>636,769</b>	<b>8,194</b>	<b>761,202</b>

## 14 Related party transactions

During the year the charity purchased repairs and maintenance services amounting to £10,650 (2022: £9,966) from Mark Rodriguez, the partner of Ms J Robinson (Chairperson). These services were purchased on an arms-length basis. There were no amounts outstanding to or from the individual at the year end (2022: £nil).

## 15 Operating leases

The charity's future operating lease payments for equipment are:

	2023 £	2022 £
Within one year	696	473
Between one and five years	1,740	-
	<b>2,436</b>	<b>473</b>

## 16 Statement of Financial Activities - prior year comparison

2023					2022			
Notes	General fund £	Designated funds £	Restricted funds £	2023 Total £	General fund £	Designated funds £	Restricted funds £	2022 Total £
<b>Income from:</b>								
Donations and legacies	2	79	-	5,660	5,739	-	-	-
Charitable activities	3	386,606	-	-	386,606	410,080	-	-
Investments - bank interest		1,062	-	-	1,062	65	-	-
<b>Total income</b>		<b>387,747</b>	<b>-</b>	<b>5,660</b>	<b>393,407</b>	<b>410,145</b>	<b>-</b>	<b>410,145</b>
<b>Expenditure on:</b>								
Charitable activities	4	399,877	17,309	660	417,846	468,502	17,309	-
<b>Total expenditure</b>		<b>399,877</b>	<b>17,309</b>	<b>660</b>	<b>417,846</b>	<b>468,502</b>	<b>17,309</b>	<b>-</b>
<b>Net income/(expenditure)</b>		<b>(12,130)</b>	<b>(17,309)</b>	<b>5,000</b>	<b>(24,439)</b>	<b>(58,357)</b>	<b>(17,309)</b>	<b>-</b>
Transfers	12	36,000	(36,000)	-	-	-	-	-
<b>Net movement in funds</b>		<b>23,870</b>	<b>(53,309)</b>	<b>5,000</b>	<b>(24,439)</b>	<b>(58,357)</b>	<b>(17,309)</b>	<b>-</b>
<b>Reconciliation of funds:</b>								
Total funds brought forward		116,239	636,769	8,194	761,202	174,596	654,078	8,194
<b>Total funds carried forward</b>		<b>140,109</b>	<b>583,460</b>	<b>13,194</b>	<b>736,763</b>	<b>116,239</b>	<b>636,769</b>	<b>8,194</b>