

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2022
FOR
YORKIES DAYCARE
(A COMPANY LIMITED BY GUARANTEE)**

Wags LLP t/a Wagstaffs
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FOR THE YEAR ENDED 31ST AUGUST 2022

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YORKIES DAYCARE

REFERENCE AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31ST AUGUST 2022

Trustees	D Szanto D Frainer
Company secretary	L Mitchell
Registered office	York Road Nursery York Road Hitchin Hertfordshire SG5 1XA
Registered company number	04001165 (England and Wales)
Registered charity number	1088332
Independent examiner	Wags LLP t/a Wagstaffs Richmond House Walkern Road Stevenage Hertfordshire SG1 3QP

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST AUGUST 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st August 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Objectives and activities

Objectives and aims

In this financial year we have provided free wraparound care for a total of six children, and we continue to offer places and sessions free of charge when the need arises or in emergencies such as parents or carers requiring childcare arrangements to attend hospital appointments. We also offer respite where close or immediate family members are chronically or gravely ill. We also offer childcare where a parent or carer needs to attend funerals. Many of our parents have no family in the area, we have also provided extra sessions for parents when a new baby has arrived. All of the six children were offered free places due to financial difficulties in either paying for childcare or not being able to access childcare due to starting new jobs or moving into employment after being unemployed.

Two children were given a variety of free sessions so parents and siblings could attend hospital appointments. One child received breakfast and evening meals with us to alleviate food poverty in the family, this continued to be the case through the summer holidays. We continued to offer places to children of Keyworkers even when we were forced to close for other children. Yorkies has also supplied lunch for one child whose parent could not afford to send them with a packed lunch. Early years settings are not covered by the infant school meals initiative, which doesn't start until they are Reception age, so we paid for and supplied this child for the full academic year with lunch. Our office staff identified all six children as requiring extra help over holidays and Christmas and referred them to North Herts District council for various grants available during the Covid Pandemic to supply food and clothing. We continue to reinforce our links with the school and currently have two members of staff on the 'Protecting Vulnerable Groups' committee in order that referrals required to support vulnerable families come through in a more timely manner and so that we are on hand to be able to offer space when and where it is needed. The newly opened Pre School which takes funded families is working with us to benchmark help where it may be required when the child moves to Nursery.

We continue to encourage Parents of both Yorkies and the school to speak to us if they have changing or challenging circumstances, for example parental illness, and the effects of redundancy and furlough on our families. We expect our charity spaces to be more in demand as the furlough scheme ends, and feel well placed to help our families in the coming year. Present circumstances surrounding the pandemic have increased the need for charitable spaces and when we have been allowed to open we have managed to prioritise the families that need us the most.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST AUGUST 2022**

Objectives and activities

Public benefit

The trustees have complied with the duty in section 4 of the Charities Act 2011 and have regard to the public benefit guidance as issued by the Charity Commission as shown in the objectives above.

We have referred to the guidance on public benefit when reviewing our aims and objectives and in planning our future activities in particular, the Trustees consider how planned activities will contribute to the aims and objectives that they have set.

This public benefit statement forms the basis for all judgements regarding operational reports to the Board meetings, in order to be reassured that the facilities and services currently managed by the charity continue to meet these criteria. At these meeting, the Financial Controller also presents the quarterly financial position including taking account of any restricted funds and the Charity's status as a going concern.

Achievement and performance

Charitable activities

Yorkies are providing remuneration towards repairs and renewals at York Road Nursery School as the school has suffered from Education Budget cuts and the fabric of the building was old and in need of repair, the areas we contributed to included a new floor in one of the classrooms, the extension of an under cover area so we can be outside in all weathers, the renovation of the classrooms that Yorkies use to incorporate better storage for art areas, and the renovation of the role play 'home area' to include child sized furniture. Yorkies also contributed to the relocation of the library and a 'quiet area' for children to enjoy the books from our library. We are still making provision to support the school and to replace equipment that is old or damaged.

We aim to continue to share our equipment and expertise with the local community, both through the Nursery School and community activities through the Family Centre . These include 'stay and play' sessions.

The trustees have complied with their duty in having due regard to the guidance on public benefit, as published by the Charity Commission, in exercising their powers and duties

Developmental achievements

In addition to financial achievements, developmental achievement by the children that attended Yorkies in this year showed outstanding progress for all children in the Early Years Foundation Stage.

Financial review

Financial position

This year total incoming resources amounted to £275,679 (2021 - £221,091), whilst total expenditure amounted to £276,606 (2021 - £207,892). This resulted in net income for the year of £35,634 compared to a net income of £13,199 in 2021.

The trustees are grateful to all those who have contributed in any way to achievement of these results.

Reserves policy

The Memorandum of Association has established that where the financial balances (sum of unrestricted funding and restricted salary funds) fall below a value equivalent to two months wage costs against known projected income figures a committee meeting will be convened, with H.C.C Early Childhood Unit invited to attend. The trustees will consider how funds can be replaced. Currently the financial balances are £139,887 (2021 - £102,579) which is above the value of 5 (2021 - 4) months' wages costs against known projected income figures.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST AUGUST 2022**

Structure, governance and management

Governing document

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

Recruitment and appointment of new trustees

New trustees are nominated by members of the board of trustees, interviewed by a panel of trustees and appointed where they have the necessary skills to contribute to the charity's management and development.

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

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

.....
D Frainer - Trustee

Independent examiner's report to the trustees of Yorkies Daycare ('the Company')

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

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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

S L Cuzner ACA FCCA

Wags LLP t/a Wagstaffs
Richmond House
Walkern Road
Stevenage
Hertfordshire
SG1 3QP

Date:

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31ST AUGUST 2022

		2022	2021
		Unrestricted	Total
		fund	funds
	Notes	£	£
INCOME AND ENDOWMENTS FROM			
Other trading activities	3	273,757	220,588
Investment income	4	965	503
Total		274,722	221,091
EXPENDITURE ON			
Charitable activities			
Administrative expenses		233,975	207,892
Net gains/(losses) on investments		(3,439)	-
NET INCOME		37,308	13,199
RECONCILIATION OF FUNDS			
Total funds brought forward		102,579	89,380
TOTAL FUNDS CARRIED FORWARD		139,887	102,579

The notes form part of these financial statements

STATEMENT OF FINANCIAL POSITION
31ST AUGUST 2022

	Notes	2022 Unrestricted fund £	2021 Total funds £
FIXED ASSETS			
Investments	9	56,449	-
CURRENT ASSETS			
Debtors	10	38,847	40,728
Cash at bank		71,619	94,114
		110,466	134,842
CREDITORS			
Amounts falling due within one year	11	(27,028)	(32,263)
NET CURRENT ASSETS		83,438	102,579
TOTAL ASSETS LESS CURRENT LIABILITIES		139,887	102,579
NET ASSETS		139,887	102,579
FUNDS			
Unrestricted funds		139,887	102,579
TOTAL FUNDS		139,887	102,579

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

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

The trustees acknowledge their responsibilities for

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

The notes form part of these financial statements

STATEMENT OF FINANCIAL POSITION - continued
31ST AUGUST 2022

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

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

.....
D Frainer - Trustee

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2022**

1. STATUTORY INFORMATION

Yorkies Daycare is a charity and company limited by guarantee, both registered in England and Wales. The charity and company registration numbers, along with the registered office address, can be found within the reference and administrative details on page one.

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

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

Going concern

The financial statements have been prepared on a going concern basis.

Critical accounting estimates and judgements

No significant judgements or estimates have had to be made by the trustees in preparing these financial statements.

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.

Improvements to property	- 25% on cost
Fixtures and fittings	- 20% on cost

Fixed asset investments

Investments are held at market value in the financial statements. Movement in market value, along with any required impairments, is recognised in the statement of financial activities.

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

2. ACCOUNTING POLICIES - continued

Taxation

The charity is exempt from corporation 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.

3. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Childcare fees	273,757	211,528
Government grants	-	9,060
	<u>273,757</u>	<u>220,588</u>

4. INVESTMENT INCOME

	2022	2021
	£	£
Interest received	762	503
Dividends received	203	-
	<u>965</u>	<u>503</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

The trustees D Szanto and D Frainer were paid emoluments totalling £13,552 (2021 - £1,291) for services provided by them to the charity. Such payments were made directly by the charity and carried no further benefit or remuneration.

Trustees' expenses

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

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

6. STAFF COSTS

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

	2022	2021
Average monthly number of employees	16	15
	<u> </u>	<u> </u>

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

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

Unrestricted
fund
£

INCOME AND ENDOWMENTS FROM

Other trading activities	220,588
Investment income	503
	<u> </u>
Total	221,091
	<u> </u>

EXPENDITURE ON**Charitable activities**

Administrative expenses	207,892
	<u> </u>

NET INCOME

13,199

RECONCILIATION OF FUNDS

Total funds brought forward	89,380
	<u> </u>

TOTAL FUNDS CARRIED FORWARD

102,579

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

8. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Totals £
Cost			
At 1st September 2021 and 31st August 2022	14,985	3,554	18,539
Depreciation			
At 1st September 2021 and 31st August 2022	14,985	3,554	18,539
Net book value			
At 31st August 2022	-	-	-
At 31st August 2021	-	-	-

9. FIXED ASSET INVESTMENTS

	Listed investments £
Market value	
Additions	60,000
Revaluations	(3,551)
At 31st August 2022	56,449
Net book value	
At 31st August 2022	56,449
At 31st August 2021	-

There were no investment assets outside the UK.

Cost or valuation at 31st August 2022 is represented by:

	Listed investments £
Valuation in 2022	(3,551)
Cost	60,000
	56,449

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

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	34,351	33,420
Prepayments and accrued income	4,496	7,308
	<u>38,847</u>	<u>40,728</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	-	3,881
Social security and other taxes	1,111	1,415
Other creditors	2,484	4,482
Accruals and deferred income	23,433	22,485
	<u>27,028</u>	<u>32,263</u>

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st August 2022 (2021 - none).

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST AUGUST 2022**

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Other trading activities		
Childcare fees	273,757	211,528
Government grants	-	9,060
	273,757	220,588
Investment income		
Interest received	762	503
Dividends received	203	-
	965	503
Total incoming resources	274,722	221,091
EXPENDITURE		
Charitable activities		
Trustees' salaries	13,552	1,291
Wages	154,021	152,026
Catering	7,592	4,349
Recruitment expenses	308	59
Rent	28,201	20,900
Insurance	486	437
Office costs	14,201	10,852
Administration costs	677	163
Activity and material costs	3,270	6,055
Other staff costs	930	1,452
Management fees	7,394	7,350
Payroll services	3,343	2,958
	233,975	207,892
Total resources expended	233,975	207,892
Net income before gains and losses	40,747	13,199
Realised recognised gains and losses		
Carried forward	40,747	13,199

This page does not form part of the statutory financial statements

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST AUGUST 2022**

	2022 £	2021 £
Realised recognised gains and losses		
Brought forward	40,747	13,199
Market movement on fixed asset investments	(3,439)	-
	<u>37,308</u>	<u>13,199</u>
Net income	<u>37,308</u>	<u>13,199</u>

This page does not form part of the statutory financial statements