

Charity number: 1093082
Company number: 04409008

Thurgoland Childcare
(A company limited by guarantee)

Trustees' report and financial statements
for the year ended 31 August 2021

Thurgoland Childcare
(A company limited by guarantee)

Contents

	Page
Legal and administrative information	1
Trustees' report	2 - 4
Accountants' report to the trustees	5
Statement of financial activities	6
Balance sheet	7 - 8
Notes to the financial statements	9 - 12

Thurgoland Childcare
(A company limited by guarantee)

Legal and administrative information

Charity number 1093082

Company registration number 04409008

Business address Halifax Road
Thurgoland
S35 7AL

Registered office Halifax Road
Thurgoland
Sheffield
S35 7AL

Trustees Lauren Eaton
Maxine Hoskin
Gaynor Quinney

Directors Lauren Eaton
Maxine Hoskin
Gaynor Quinney

Accountants Quinn's Accountancy Services
16 Lyndhurst Bank
Penistone
Sheffield
S36 6ER

Thurgoland Childcare

(A company limited by guarantee)

Report of the trustees (incorporating the directors' report)

for the year ended 31 August 2021

The trustees present their report and the financial statements for the year ended 31 August 2021. The trustees, who are also directors for the purposes of company law and who served during the year and up to the date of this report are set out on page 1.

Structure, governance and management

Organisation

Thurgoland Childcare is a charitable company. That is to say, it is registered both within the Charity Commission as a charity and with Companies House as a company limited by guarantee, without share capital.

The Charity is administered by a Board of Trustees/Directors. The directors are responsible for strategic and financial planning and for identifying and responding to any risks and to provide support to the nursery manager with a number of areas such as grant applications, health & safety, marketing, sourcing suppliers and fund raising.

The directors of the charitable company are its trustees for the purposes of charity law and the governing documents of the charity are the Memorandum and Articles of Association.

Trustees and Patrons

The trustees are elected each year by the charity's members at the annual general meeting. Additional trustees may be appointed during the year by the board of trustees.

Objectives and activities

Thurgoland Childcare's Charitable Objectives are:

To provide a warm, secure and caring environment in which each individual child feels safe, comfortable and happy - the welfare of the children placed in our care is of paramount importance.

To provide high quality education and childcare where young children can investigate and explore a well planned, imaginative and challenging environment both indoors and outside, where they are encouraged to grow and develop at their own pace and where everyday is varied, stimulating exciting and above all...fun! Carefully planned and fun-filled learning activities which are based on our professional knowledge of how young children learn.

To maintain high standards of education and childcare through a commitment to the professional development and ongoing training of all members of staff. To encourage an awareness of the necessity to keep abreast of current research in the field of education and childcare.

To continue the excellent work families have started. Learning is a shared experience and communication between home and Nursery is key to a child's learning and development. We aim to provide opportunities to enable parents/carers to feel fully involved in their child's nursery experience.

To value each child as an individual. A child's early years are the most formative and such early stages are precious. A young child needs to know that he/she is going to be valued as an individual - to encourage a positive self-image and attitude to learning and a high self-esteem.

To inspire children to discover a love of learning.

Achievements and performance

The day to day finances of the setting have been efficiently managed throughout the year by the Finance Administrator continuing to adhere to the financial procedures to ensure payments are received timely to achieve consistent cash flow. The new funding structure continues to be developed to enable all eligible families to access the 30 hours funding whilst ensuring that the setting remains both financially viable as well as affordable for families.

Thurgoland Childcare

(A company limited by guarantee)

Report of the trustees (incorporating the directors' report) for the year ended 31 August 2021

We have two new Trustees taking an active role within the management of the Nursery, but recruitment of Trustees continues to be addressed with recruitment needed from both within the local community and also with representation from our current families.

It has been another difficult year financially with the reduction in children attending nursery alongside the additional controls that have been put in place as a result of Covid-19. However, we have taken the decision not to review fees this year but this will have to be addressed in 2022 for the Nursery to remain viable. Our staffing structure has remained fairly stable throughout the year with staff working hard in the continuing pandemic to keep staff and children safe. Controls continued to be in place throughout the year but we hope to regain some normality from September 2021. Families have struggled throughout the year with their income and new working patterns and as a nursery we have tried to be as flexible as possible but this has resulted in some unpaid fees that are continuing to be collected through payment plans.

We have taken the opportunity this year to undertake a complete refurbishment of our outside areas to provide new play and learning opportunities in this area. As a Nursery we took the decision to use this area more this year due to the coronavirus with the children spending more time in the fresh air. We continue to spend money on maintaining and improving our facilities and this will extend throughout the coming year.

The Directors wish to record their thanks to the Nursery Manager and her dedicated, professional staff for their hard work throughout another extremely challenging year. They have responded to the continuing changes that have had to be implemented as a result of COVID-19 but have still continued to provide a warm, welcoming and stimulating environment for the children. Our Nursery continues to provide a safe environment for everyone and be highly regarded as a valuable resource within the local area.

Financial review

During the year the charity generated income of £199,793 (2020 - £248,799). The deficit for the year was £24,124 (2020 surplus - £39,632).

Principal Risks and Uncertainties

The major risk faced by the setting continues to be the balance between the level of fees charged to parents and wages paid to staff. Staffing continues to be an issue and recruitment and retention will continue to be a balancing act with the need to increase wages in line with the National Living Wage and the % increase in auto enrolment pension contributions alongside the fees charged to parents. The Directors and Nursery Manager shall continue to review nursery fees and wages over the coming year to ensure that we can attract the staff we need whilst at the same time ensuring our fee structure does not exclude families that the nursery aims to serve.

Plans for future periods

The Directors will continue to invest in improving financial and operational controls to ensure the long term success of the charity.

Thurgoland Childcare
(A company limited by guarantee)

Report of the trustees (incorporating the directors' report)
for the year ended 31 August 2021

Statement of trustees' responsibilities

The trustees are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

Small company provisions

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

On behalf of the board

Lauren Eaton
Director

Maxine Hoskin
Director

24 May 2022

Thurgoland Childcare
(A company limited by guarantee)

Accountants' report to the trustees on the unaudited financial statements of Thurgoland Childcare.

We report on the financial statements of Thurgoland Childcare for the year ended 31 August 2021 which comprise the statement of financial activities, the balance sheet, the cash flow statement and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of the trustees and auditors

As described in the statement of trustees' responsibilities the company's trustees (who also act as directors for the charitable activities of Thurgoland Childcare) are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the accounts are in agreement with those accounting records kept by the company under the Companies Act 2006.
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in the Act; and
 - (ii) the company satisfied the conditions for exemption from audit of the accounts for the year specified in the Act, and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemptions specified in the Act.

Quinn's Accountancy Services

**16 Lyndhurst Bank
Penistone
Sheffield
S36 6ER**

Thurgoland Childcare
(A company limited by guarantee)

Statement of financial activities (incorporating the income and expenditure account)

For the year ended 31 August 2021

	Notes	Unrestricted funds £	2021 Total £	2020 Total £
Incoming resources				
Incoming resources from generating funds:				
Voluntary income	2	24	24	-
Activities for generating funds	3	-	-	229
Incoming resources from charitable activities	4	199,769	199,769	248,570
Total incoming resources		<u>199,793</u>	<u>199,793</u>	<u>248,799</u>
Resources expended				
Charitable activities		222,910	222,910	208,033
Governance costs	6	1,007	1,007	1,134
Total resources expended		<u>223,917</u>	<u>223,917</u>	<u>209,167</u>
Net incoming/(outgoing) resources for the year /				
Net income/(expenditure) for the year		(24,124)	(24,124)	39,632
Total funds brought forward		<u>86,098</u>	<u>86,098</u>	<u>46,466</u>
Total funds carried forward		<u>61,974</u>	<u>61,974</u>	<u>86,098</u>

The statement of financial activities includes all gains and losses in the year and therefore a separate statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

Thurgoland Childcare
(A company limited by guarantee)

Balance sheet
as at 31 August 2021

	Notes	£	2021 £	£	2020 £
Fixed assets					
Tangible assets	10		-		1,327
Current assets					
Debtors	11	(375)		4,791	
Cash at bank and in hand		65,825		83,855	
		<u>65,450</u>		<u>88,646</u>	
Creditors: amounts falling due within one year	12	(3,476)		(3,875)	
Net current assets			61,974		84,771
Net assets			<u>61,974</u>		<u>86,098</u>
Funds					
Unrestricted income funds			61,974		86,098
Total funds			<u>61,974</u>		<u>86,098</u>

The Balance Sheet continues on the following page.

Thurgoland Childcare
(A company limited by guarantee)

Balance sheet (continued)

Trustees statements required by the Companies Act 2006
for the year ended 31 August 2021

In approving these financial statements as trustees of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by section 477 of the Companies Act 2006 ;

(b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 31 August 2021 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with section 386 of the Companies Act 2006, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies .

The financial statements were approved by the board on 24 May 2022 and signed on its behalf by

Lauren Eaton
Director

Maxine Hoskin
Director

Thurgoland Childcare
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 August 2021

1. Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year.

1.1. Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities: Statement of Recommended Practice' issued in March 2005 (SORP 2005) and the Companies Act 2006.

1.2. Cashflow

The charity has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small charity.

1.3. Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

Grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities in the year in which they are receivable.

1.4. Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

1.5. Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight line over the life of the lease
Fixtures, fittings and equipment	-	over 5 years

Thurgoland Childcare
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 August 2021

2. Voluntary income

	Unrestricted funds £	2021 Total £	2020 Total £
Donations	24	24	-
	<u>24</u>	<u>24</u>	<u>-</u>

3. Activities for generating funds

	2021 Total £	2020 Total £
Investment income	-	229
	<u>-</u>	<u>229</u>

4. Incoming resources from charitable activities

	Unrestricted funds £	2021 Total £	2020 Total £
Government Funded Nursery Education	67,265	67,265	119,958
Fees for Nursery Education	124,427	124,427	99,773
Grants	8,077	8,077	28,839
	<u>199,769</u>	<u>199,769</u>	<u>248,570</u>

5. Costs of charitable activities - by activity

	Activities undertaken directly £	2021 Total £	2020 Total £
Staff costs	194,345	194,345	182,469
Support costs: Operation of Kids Centre	11,448	11,448	13,960
Provision of Nursery Education	17,117	17,117	11,604
	<u>222,910</u>	<u>222,910</u>	<u>208,033</u>

Thurgoland Childcare
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 August 2021

6. Governance costs

	Unrestricted funds £	2021 Total £	2020 Total £
Professional - Accountancy fees	1,007	1,007	1,134
Office expenses - Other	1	1	-
	<u>1,008</u>	<u>1,008</u>	<u>1,134</u>

7. Net (outgoing)/incoming resources for the year

	2021 £	2020 £
Net (outgoing)/incoming resources is stated after charging:		
Depreciation and other amounts written off tangible fixed assets	<u>1,327</u>	<u>1,062</u>

8. Employees

Employment costs	2021 £	2020 £
Wages and salaries	194,345	182,469
Other costs	<u>2,221</u>	<u>1,345</u>
	<u>196,566</u>	<u>183,814</u>

Number of employees

The average monthly numbers of employees (including the trustees) during the year, calculated on the basis of full time equivalents, was as follows:

	2021 Number	2020 Number
Fundraising	<u>13</u>	<u>15</u>

9. Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

Thurgoland Childcare
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 August 2021

10. Tangible fixed assets	Long leasehold property £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 September 2020 and			
At 31 August 2021	193,871	26,541	220,412
Depreciation			
At 1 September 2020	193,871	25,214	219,085
Charge for the year	-	1,327	1,327
At 31 August 2021	193,871	26,541	220,412
Net book values			
At 31 August 2021	-	-	-
At 31 August 2020	-	1,327	1,327

11. Debtors	2021 £	2020 £
Trade debtors	(375)	4,791

12. Creditors: amounts falling due within one year	2021 £	2020 £
Trade creditors	(676)	(1,044)
Other taxes and social security	3,145	3,911
Accruals and deferred income	1,008	1,008
	3,477	3,875

13. Company limited by guarantee

Thurgoland Childcare is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.