

# Union Grove Community Nursery

(A company limited by guarantee)

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2020

DP Associates  
Unit 2 Beech Barn  
Eaglewood Park  
Whitelackington  
Ilminster  
Somerset  
TA19 9DQ

## **Union Grove Community Nursery**

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## **Union Grove Community Nursery**

### **Company Information**

**Directors** Reverend Penny Rose-Casemore  
Mr David Popely

**Registered office** 110 Union Road  
First Floor  
London  
SW8 2SH

**Accountants** DP Associates  
Unit 2 Beech Barn  
Eaglewood Park  
Whitelackington  
Ilminster  
Somerset  
TA19 9DQ

## **Union Grove Community Nursery**

### **Directors' Report for the Year Ended 31 December 2020**

The directors present their report and the financial statements for the year ended 31 December 2020.

#### **Directors of the company**

The directors who held office during the year were as follows:

Reverend Penny Rose-Casemore

Mr David Popely

#### **Principal activity**

The principal activity of the company is Childrens day nursery

#### **Small companies provision statement**

This report has 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 19 July 2021 and signed on its behalf by:

.....  
Reverend Penny Rose-Casemore  
Director

**Accountants' Report to the Board of Directors on the Preparation of the Unaudited  
Statutory Accounts of  
Union Grove Community Nursery  
for the Year Ended 31 December 2020**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Union Grove Community Nursery for the year ended 31 December 2020 as set out on pages 4 to 10 from the company's accounting records and from information and explanations you have given us.

This report is made solely to the Board of Directors of Union Grove Community Nursery, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Union Grove Community Nursery and state those matters that we have agreed to state to the Board of Directors of Union Grove Community Nursery, as a body. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Union Grove Community Nursery and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Union Grove Community Nursery has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Union Grove Community Nursery. You consider that Union Grove Community Nursery is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Union Grove Community Nursery. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

.....  
DP Associates  
Unit 2 Beech Barn  
Eaglewood Park  
Whitelackington  
Ilminster  
Somerset  
TA19 9DQ  
19 July 2021

## Union Grove Community Nursery

### Profit and Loss Account for the Year Ended 31 December 2020

	Note	2020 £	2019 £
Turnover		367,943	531,216
Cost of sales		<u>(261,269)</u>	<u>(355,553)</u>
Gross surplus		106,674	175,663
Administrative expenses		<u>(99,534)</u>	<u>(109,655)</u>
Operating surplus		<u>7,140</u>	<u>66,008</u>
Surplus before tax	3	<u>7,140</u>	<u>66,008</u>
Surplus for the financial year		<u><u>7,140</u></u>	<u><u>66,008</u></u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 8 to 10 form an integral part of these financial statements.

## Union Grove Community Nursery

### Statement of Comprehensive Income for the Year Ended 31 December 2020

	2020 £	2019 £
Surplus for the year	<u>7,140</u>	<u>66,008</u>
Total comprehensive income for the year	<u><u>7,140</u></u>	<u><u>66,008</u></u>

The notes on pages 8 to 10 form an integral part of these financial statements.

**Union Grove Community Nursery**  
**(Registration number: 04081149)**  
**Balance Sheet as at 31 December 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Intangible assets	4	22,249	28,605
<b>Current assets</b>			
Debtors	5	961	1,391
Cash at bank and in hand		245,658	251,107
		246,619	252,498
<b>Creditors:</b> Amounts falling due within one year	6	-	(19,375)
<b>Net current assets</b>		246,619	233,123
<b>Net assets</b>		268,868	261,728
<b>Capital and reserves</b>			
Profit and loss account		268,868	261,728
Shareholders' funds		268,868	261,728

For the financial year ending 31 December 2020 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 of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements 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 and authorised by the Board on 19 July 2021 and signed on its behalf by:

.....

Reverend Penny Rose-Casemore  
Director



## Union Grove Community Nursery

### Statement of Changes in Equity for the Year Ended 31 December 2020

	<b>Profit and loss account £</b>	<b>Total £</b>
At 1 January 2020	261,728	261,728
Surplus for the year	<u>7,140</u>	<u>7,140</u>
Total comprehensive income	<u>7,140</u>	<u>7,140</u>
At 31 December 2020	<u><u>268,868</u></u>	<u><u>268,868</u></u>
	<b>Profit and loss account £</b>	<b>Total £</b>
At 1 January 2019	195,720	195,720
Surplus for the year	<u>66,008</u>	<u>66,008</u>
Total comprehensive income	<u>66,008</u>	<u>66,008</u>
At 31 December 2019	<u><u>261,728</u></u>	<u><u>261,728</u></u>

The notes on pages 8 to 10 form an integral part of these financial statements.

## **Union Grove Community Nursery**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 December 2020**

#### **1 General information**

The company is a company limited by guarantee, incorporated in England, and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

The address of its registered office is:

110 Union Road

First Floor

London

SW8 2SH

These financial statements were authorised for issue by the Board on 19 July 2021.

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

##### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

##### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

##### **Goodwill**

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

## Union Grove Community Nursery

### Notes to the Unaudited Financial Statements for the Year Ended 31 December 2020

#### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
	10% straight line

#### 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.

#### Trade debtors

Trade debtors are amounts due from customers for merchandise sold or 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.

#### 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 company 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.

#### Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

### 3 Profit before tax

Arrived at after charging/(crediting)

	2020	2019
	£	£
Amortisation expense	6,356	6,356

## Union Grove Community Nursery

### Notes to the Unaudited Financial Statements for the Year Ended 31 December 2020

#### 4 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 January 2020	63,563	63,563
At 31 December 2020	63,563	63,563
<b>Amortisation</b>		
At 1 January 2020	34,958	34,958
Amortisation charge	6,356	6,356
At 31 December 2020	41,314	41,314
<b>Carrying amount</b>		
At 31 December 2020	22,249	22,249
At 31 December 2019	28,605	28,605

#### 5 Debtors

	2020 £	2019 £
Trade debtors	961	1,391
	961	1,391

#### 6 Creditors

##### Creditors: amounts falling due within one year

	2020 £	2019 £
<b>Due within one year</b>		
Trade creditors	-	19,375

## Union Grove Community Nursery

### Detailed Profit and Loss Account for the Year Ended 31 December 2020

	2020 £	2019 £
Turnover (analysed below)	367,943	531,216
Cost of sales (analysed below)	<u>(261,269)</u>	<u>(355,553)</u>
Gross surplus	<u>106,674</u>	<u>175,663</u>
Gross surplus (%)	28.99%	33.07%
<b>Administrative expenses</b>		
Employment costs (analysed below)	-	(1,521)
Establishment costs (analysed below)	(77,371)	(87,048)
General administrative expenses (analysed below)	(15,555)	(14,336)
Finance charges (analysed below)	(252)	(394)
Depreciation costs (analysed below)	<u>(6,356)</u>	<u>(6,356)</u>
	<u>(99,534)</u>	<u>(109,655)</u>
Operating surplus	<u>7,140</u>	<u>66,008</u>
Surplus before tax	<u><u>7,140</u></u>	<u><u>66,008</u></u>

This page does not form part of the statutory financial statements.

## Union Grove Community Nursery

### Detailed Profit and Loss Account for the Year Ended 31 December 2020

	2020 £	2019 £
<b>Turnover</b>		
Fee income	163,134	294,663
Grant income	170,390	236,553
Job Retention Scheme	34,419	-
	<u>367,943</u>	<u>531,216</u>
<b>Cost of sales</b>		
Classroom supplies	(9,299)	(16,259)
Agency staff	-	(2,674)
Wages and salaries (excluding directors)	(251,970)	(335,130)
Hire of other assets (Operating leases)	-	(1,490)
	<u>(261,269)</u>	<u>(355,553)</u>
<b>Employment costs</b>		
Staff training	-	(1,521)
<b>Establishment costs</b>		
Rent and rates	(37,456)	(41,462)
Service charge	(29,188)	(32,231)
Water rates	(773)	(1,188)
Light, heat and power	(3,662)	(3,979)
Insurance	(2,104)	(2,775)
Repairs and maintenance	(760)	(2,632)
Other premises costs	(3,428)	(2,781)
	<u>(77,371)</u>	<u>(87,048)</u>
<b>General administrative expenses</b>		
Telephone and fax	(3,899)	(4,202)
Office expenses	(31)	-
Computer software and maintenance costs	(689)	(2,257)
Printing, postage and stationery	(270)	(463)
Trade subscriptions	(166)	(769)
Hire of other assets (Operating leases)	(2,970)	-
Sundry expenses	(710)	(196)
Cleaning	-	(220)
Legal and professional fees	(6,820)	(6,229)
	<u>(15,555)</u>	<u>(14,336)</u>
<b>Finance charges</b>		
Bank charges	(252)	(394)

This page does not form part of the statutory financial statements.

## Union Grove Community Nursery

### Detailed Profit and Loss Account for the Year Ended 31 December 2020

	2020 £	2019 £
<b>Depreciation costs</b>		
Amortisation of goodwill	<u>(6,356)</u>	<u>(6,356)</u>