

REGISTERED COMPANY NUMBER: 04838026 (England and Wales)
REGISTERED CHARITY NUMBER: 1100496

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022
FOR
NITON PRE-SCHOOL**

Garbetts (IOW) Limited
Exchange House
St Cross Lane
Newport
Isle of Wight
PO30 5BZ

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 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 31 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

The governing document of the charity is the Memorandum of Articles of Association dated 11 July 2003.

The charity offers appropriate play, education and care facilities and training courses, together with the right of parents to take responsibility for, and become involved in, activities such as groups.

The aim of the charity is to ensure that children from all races, cultures, religion and means of ability are seeing the benefit of the aims and objectives set by the Pre-school Learning Alliance.

ACHIEVEMENT AND PERFORMANCE

Review of the year

Financially this has been a challenging year with the majority of 3 & 4-year-olds claiming 30 hours funded childcare. Our charging fees are £5.50 an hour but the government funding was only £4.19 therefore leaving us with a shortfall of £1.31 an hour per child. This is a national issue, and we look forward to a fairer budget in 2023.

The staff have undergone many varied training courses, with most of the workforce undergoing training in Makaton signing. The government offered an extensive 6-month course in Early Years professional development. This was completed by 2 members of staff. It was a Teams course which enabled us to work alongside participants from all over the country from Cornwall to Birmingham and as far as Scotland.

FINANCIAL REVIEW

Financial position

Total incoming resources for the year amounted to £313,867 (2021: £307,322) and resources expended for the year amounted to £257,370 (2021: £271,049). There was a surplus for the year of £56,497 compared to a surplus of £36,273 in the previous year.

Reserves policy

The trustees maintain a level of reserves so that the charity has sufficient funds to support any short term cash deficits, meet unanticipated expenditure and to cover long term maintenance costs.

At the year end the charity holds £270,029 in unrestricted reserves, and of this reserves not invested in fixed assets amounts to £263,429. No material amounts have been designated.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04838026 (England and Wales)

Registered Charity number

1100496

NITON PRE-SCHOOL

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

Registered office

School Lane
Niton
Isle of Wight
PO38 2BP

Trustees

Ms J Hill Chair/Preschool manager
S J Chatfield
K D Gow
Mrs K Wyeth

Company Secretary

Mrs K Wyeth

Independent Examiner

Garbetts (IOW) Limited
Exchange House
St Cross Lane
Newport
Isle of Wight
PO30 5BZ

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

.....
Ms J Hill - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
NITON PRE-SCHOOL**

Independent examiner's report to the trustees of Niton Pre-School ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 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 Association of Chartered Certified Accountants, 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.

Mark Paxton

Garbetts (IOW) Limited
Exchange House
St Cross Lane
Newport
Isle of Wight
PO30 5BZ

Date:

NITON PRE-SCHOOL**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2022**

		2022 Unrestricted fund £	2021 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	2	297	12,262
Charitable activities			
Childcare services		313,492	295,048
Investment income	3	78	12
Total		<u>313,867</u>	<u>307,322</u>
EXPENDITURE ON			
Charitable activities			
Childcare services		<u>257,370</u>	<u>271,049</u>
NET INCOME		56,497	36,273
RECONCILIATION OF FUNDS			
Total funds brought forward		213,532	177,259
TOTAL FUNDS CARRIED FORWARD		<u><u>270,029</u></u>	<u><u>213,532</u></u>

The notes form part of these financial statements

NITON PRE-SCHOOL**BALANCE SHEET
31 AUGUST 2022**

		2022 Unrestricted fund £	2021 Total funds £
	Notes		
FIXED ASSETS			
Tangible assets	8	6,600	8,800
CURRENT ASSETS			
Debtors	9	2,544	4,835
Cash at bank and in hand		305,961	245,209
		<u>308,505</u>	<u>250,044</u>
CREDITORS			
Amounts falling due within one year	10	(45,076)	(45,312)
NET CURRENT ASSETS		<u>263,429</u>	<u>204,732</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		270,029	213,532
NET ASSETS		<u>270,029</u>	<u>213,532</u>
FUNDS	12		
Unrestricted funds		270,029	213,532
TOTAL FUNDS		<u>270,029</u>	<u>213,532</u>

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 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

BALANCE SHEET - continued
31 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:

.....
J Hill - Trustee

1. 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.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery - 25% on reducing balance

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.

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

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	297	499
Grants	-	11,763
	<u>297</u>	<u>12,262</u>

Grants received, included in the above, are as follows:

	2022	2021
	£	£
COVID-19	-	11,763
	<u>-</u>	<u>11,763</u>

3. INVESTMENT INCOME

	2022	2021
	£	£
Bank interest received	78	12
	<u>78</u>	<u>12</u>

4. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2022	2021
	£	£
Independent examiner's fees	2,400	2,400
Depreciation - owned assets	2,200	2,934
	<u>2,400</u>	<u>2,934</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2022 nor for the year ended 31 August 2021.

Trustees' expenses

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

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

6. STAFF COSTS

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

	2022	2021
Full-time equivalent	16	16
	<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	
Donations and legacies	12,262
Charitable activities	
Childcare services	295,048
Investment income	12
Total	<u>307,322</u>
EXPENDITURE ON	
Charitable activities	
Childcare services	<u>271,049</u>
NET INCOME	36,273
RECONCILIATION OF FUNDS	
Total funds brought forward	<u>177,259</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>213,532</u></u>

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

8. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST	
At 1 September 2021 and 31 August 2022	27,413
DEPRECIATION	
At 1 September 2021	18,613
Charge for year	2,200
At 31 August 2022	20,813
NET BOOK VALUE	
At 31 August 2022	6,600
At 31 August 2021	8,800

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	-	2,244
Other debtors	1,600	1,600
Prepayments	944	991
	<u>2,544</u>	<u>4,835</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Payments on account	40,750	39,830
Trade creditors	114	372
Social security and other taxes	1,016	1,994
Other creditors	4	4
Accrued expenses	3,192	3,112
	<u>45,076</u>	<u>45,312</u>

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

11. LEASING AGREEMENTS

The Charity is committed to paying rent, calculated at 7% of the income of Brighstone Pre-School, together with a fair and reasonable proportion of utilities costs, on an ongoing 5 year lease.

12. MOVEMENT IN FUNDS

	At 1.9.21 £	Net movement in funds £	At 31.8.22 £
Unrestricted funds			
General fund	213,532	56,497	270,029
TOTAL FUNDS	<u>213,532</u>	<u>56,497</u>	<u>270,029</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	313,867	(257,370)	56,497
TOTAL FUNDS	<u>313,867</u>	<u>(257,370)</u>	<u>56,497</u>

Comparatives for movement in funds

	At 1.9.20 £	Net movement in funds £	At 31.8.21 £
Unrestricted funds			
General fund	177,259	36,273	213,532
TOTAL FUNDS	<u>177,259</u>	<u>36,273</u>	<u>213,532</u>

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

12. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	307,322	(271,049)	36,273
TOTAL FUNDS	<u>307,322</u>	<u>(271,049)</u>	<u>36,273</u>

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 August 2022.

NITON PRE-SCHOOL**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2022**

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	297	499
Grants	-	11,763
	<u>297</u>	<u>12,262</u>
Investment income		
Bank interest received	78	12
Charitable activities		
Dinners	423	909
Fees	121,360	101,072
Grants	191,709	193,067
	<u>313,492</u>	<u>295,048</u>
Total incoming resources	313,867	307,322
EXPENDITURE		
Charitable activities		
Wages	210,327	219,956
Purchases	11,458	10,080
Grants to institutions	160	60
	<u>221,945</u>	<u>230,096</u>
Support costs		
Other		
Rates light & water	4,208	3,260
Insurance	4,053	3,574
Telephone	1,000	1,066
Postage and stationery	895	1,572
Advertising	1,189	958
Repairs & renewals	2,399	5,323
Cleaning	2,865	4,818
Training	1,643	1,322
Sundries	1,592	1,861
Professional fees	3,426	2,685
Subscriptions	2,646	1,557
Carried forward	25,916	27,996

This page does not form part of the statutory financial statements

NITON PRE-SCHOOL**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2022**

	2022 £	2021 £
Other		
Brought forward	25,916	27,996
Bank charges	170	158
Lease	4,739	7,466
Depreciation of tangible fixed assets	2,200	2,933
	<u>33,025</u>	<u>38,553</u>
Governance costs		
Independent examiner's fees	2,400	2,400
	<u>257,370</u>	<u>271,049</u>
Total resources expended		
Net income	<u>56,497</u>	<u>36,273</u>

This page does not form part of the statutory financial statements