

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2022
FOR
WINDMILLS PRESCHOOL LIMITED**

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

	Page
Report of the Trustees	1 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7 to 8
Notes to the Financial Statements	9 to 15

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 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 July 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 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 all children from all races, culture, religion and means of ability are seeing the benefit of the aims and objectives set by the Pre-school Learning Alliance.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The directors of the preschool present their report on another busy year. Patterns of children in attendance have shown a steady increase year on year, and staffing ratios continue to exceed the statutory requirements. Windmills continues to provide the only preschool service in the village, working alongside local OFSTED-Registered childminders. The directors have continued to supply an active and supportive role within the setting alongside the manager and senior lead team.

Following the previous year of global upheaval caused by Covid-19, the preschool continued to successfully react to the challenges presented by the aftermath of the pandemic. At the start of the new academic year, Windmills was able to open its doors to families again; parents & children enjoyed the resumption of face to face drop off and pick up routines and termly parent meetings. Robust hygiene routines remained in place to mitigate Covid & the increase in winter ailments due to immunities being compromised. The preschool continued to support families by the distribution of Government Food Grants over each holiday period to eligible families.

The preschool continued to implement initiatives from the Development Plan; existing office hardware was overhauled on a budget by our local I.T. advisor installing new software technology to increase efficiency; the preschool website platform changed to allow greater update flexibility & revised internet & phone contracts were renewed. A new license agreement was negotiated with the primary school which will be reviewed in August 2024. Following a successful bid in November 2021, Spring 2022 saw the delivery of the Parish Council's "Dragons Den" funded sandbox for the garden which was sourced and built locally. Investment in the inside areas will continue with further plans for new seating & book storage in the reading and group area. Developing an area to make children feel relaxed & safe surrounded by greenery (plants), calm colours & gentle ambient lighting has been part of our "home from home" preschool vision for this group area which in turn will contribute to their social & emotional development & present enhanced opportunities for speech and language small group work.

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

Successful safer recruitment continued to maintain the quality and specialist knowledge within the staff team. In the summer term, following the departure of the Deputy, we were able to promote internally & recruit an additional experienced practitioner. A rolling review of policies in relation to the updated statutory framework was undertaken. Training needs for the staff team continued virtually. All statutory training was updated, as was EYFS training. This was in response to changes in curriculum delivery and the continued use of PLODS (possible lines of direction) with the Small Steps approach, to enable the team to inform the intentions for each child within practice. The new EYFS framework, September 21 was gradually embedded in the curriculum throughout the year. Our student mentoring continued for a Level 3 placement studying at the local college. The annual safeguarding audit was completed with minimal action points. We continue to canvass parents & written and verbal parent feedback was positive throughout the year.

Windmills continued to see a rise in families accessing the 30 hour extended funding. The preschool is fully proficient in advising parents regarding various funding options through the Childcare Choices government website. As a result of its "Good" OFSTED grading achieved in November 2017 Windmills continues to be able to offer two-year-old funded places, subject to eligibility.

Wraparound care resumed on the preschool site. Windmills continued to operate a Breakfast Club on behalf of the adjacent Primary School. As in previous years, any small losses incurred with the running of this service are mitigated by the continued affordable rent charges from the primary school.

Building on our knowledge and practice of the EYFS statutory requirements, the preschool continues to develop its expertise in referrals for a variety of interventions including speech and language, Early Health & Care Plans, & Early Help. It continues to partner with the adjacent primary school to ensure all children and their families are well equipped for transition between the settings. The preschool's family-focused approach has strengthened partnerships using a combination of virtual & face to face tools with various Trusts, the NHS, Barnardo's and local authority groups, which provide appropriate support for the children.

Capable experienced management, combined with a team committed to ongoing professional development, means excellent outcomes for the children. A full awareness of the mental health impact of Covid-19 has informed staff discussion and training around children's mental health and wellbeing, attachment and resilience, developmental delay & trauma. Our "Educate Play Learn" message continues to reflect our ethos. Parents continue to be kept informed about the weekly activities and learning focus via the preschool's Facebook page and via their personal secure access to the Tapestry portal.

The profile of the preschool in the community continues to be strong. Stay and Play/Settling-in Sessions for newly registered children were reinstated and continue year-round. These help children and parents to familiarise themselves prior to starting preschool. Local connections were re-established; we had the privilege of taking part in a community tree planting project in celebration of the Queen's Platinum Jubilee; we resumed visits to our intergenerational partners at the local care home & welcomed the village's RNLI educational team into the preschool.

The fundraising calendar for 2021-22 proceeded unhindered. Bembridge Street Fair afforded a fantastic opportunity to fundraise for improvements to the front garden planned 22-23. Provisional plans are in place to bid for funds for books & bench cushions to support the newly refurbished reading area (mentioned above) via the annual Parish Council "Dragons Den" process. The preschool children entered the annual Bembridge Village Star competition in December 2021 with their "Woodland Jubilee" themed star as a tribute to conservation & the Queen which was displayed at the front gate of the primary school.

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

The preschool continues to ensure its sustainability via the Annual Review. The Development plan is reviewed regularly to reflect progress and to facilitate forward planning. Fees have been reappraised and increased in line with the increasing staff costs associated with the annual minimum wage uprating. Activities and materials costs have risen steadily in line with the increased number of children. The preschool operating costs have also increased proportionately with the rise in child numbers. Statutory staffing ratios means even more qualified personnel were needed daily.

The preschool was delighted to host a full summer Graduation celebration, with children & their families in setting; the school leavers were presented with gifts and a school book bag by the new primary school headteacher. End of year transition meetings were held with the new Reception teacher to appraise each school leaver and assess the impact of Covid-19 on their well-being and development.

At the end of the academic year 2022, Windmills has developed a robust partnership with the new primary school senior team, has strong support from the Primary School and its governors, and the Directors continue to work together to secure the educational future of children aged two to four in the locality.

FINANCIAL REVIEW

Results for the year

Total incoming resources for the year amounted to £102,009 (2021: £85,395) including £700 of restricted grant income and resources expended for the year amounted to £95,089 (2021: £90,309) including £550 of restricted expenditure. The surplus for the year amounted to £6,920, (2021: deficit of £4,914). It is the policy of the preschool to hold in reserves the equivalent of one month's salary costs.

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.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04977468 (England and Wales)

Registered Charity number

1103864

Registered office

Preschool Unit
Walls Road
Bembridge
Isle of Wight
PO35 5RH

Trustees

Mrs R E Clark
Mrs J Simmonds
Mrs J Briggs
Ms J E Seward (resigned 5.4.22)
Mr T J Vincent
Mrs R E Donald

Company Secretary

Mr P B Collyer

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

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

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

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 24 April 2023 and signed on its behalf by:

Mrs R E Clark - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
WINDMILLS PRESCHOOL LIMITED**

Independent examiner's report to the trustees of Windmills Preschool Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 July 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

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.

M Paxton F.C.C.A.

Garbetts (IOW) Limited
Exchange House
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PO30 5BZ

Date:

WINDMILLS PRESCHOOL LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JULY 2022**

		Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies		251	700	951	5,937
Charitable activities					
Childcare Services		100,321	-	100,321	79,364
Other trading activities	2	710	-	710	90
Investment income	3	27	-	27	4
Total		<u>101,309</u>	<u>700</u>	<u>102,009</u>	<u>85,395</u>
EXPENDITURE ON					
Charitable activities					
Childcare Services		<u>95,089</u>	<u>-</u>	<u>95,089</u>	<u>90,309</u>
NET INCOME/(EXPENDITURE)					
		6,220	700	6,920	(4,914)
Transfers between funds	12	<u>550</u>	<u>(550)</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>6,770</u>	<u>150</u>	<u>6,920</u>	<u>(4,914)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		16,335	50	16,385	21,299
TOTAL FUNDS CARRIED FORWARD		<u>23,105</u>	<u>200</u>	<u>23,305</u>	<u>16,385</u>

The notes form part of these financial statements

BALANCE SHEET
31 JULY 2022

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	8	3,257	-	3,257	4,027
CURRENT ASSETS					
Debtors	9	2,490	150	2,640	187
Cash at bank and in hand		<u>28,435</u>	<u>50</u>	<u>28,485</u>	<u>21,966</u>
		30,925	200	31,125	22,153
CREDITORS					
Amounts falling due within one year	10	(11,077)	-	(11,077)	(9,795)
NET CURRENT ASSETS		<u>19,848</u>	<u>200</u>	<u>20,048</u>	<u>12,358</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		23,105	200	23,305	16,385
NET ASSETS FUNDS	12	<u>23,105</u>	<u>200</u>	<u>23,305</u>	<u>16,385</u>
Unrestricted funds				23,105	16,335
Restricted funds				<u>200</u>	<u>50</u>
TOTAL FUNDS				<u>23,305</u>	<u>16,385</u>

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

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

BALANCE SHEET - continued
31 JULY 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 24 April 2023 and were signed on its behalf by:

Mrs R E Clark - 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.

Tangible fixed assets

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

Fixtures and fittings	- 20% on cost
Computer equipment	- 25% on cost

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 JULY 2022**2. OTHER TRADING ACTIVITIES**

	2022	2021
	£	£
Fundraising events	<u>710</u>	<u>90</u>

3. INVESTMENT INCOME

	2022	2021
	£	£
Bank interest received	<u>27</u>	<u>4</u>

4. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Depreciation - owned assets	<u>1,457</u>	<u>1,319</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

Mrs R E Clark, a trustee of Windmills Preschool Limited, was paid £9,861 (2021: £9,176) in respect of administration services.

Trustees' expenses

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

6. STAFF COSTS

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

	2022	2021
	<u>11</u>	<u>12</u>
Childcare services		

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

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	5,427	510	5,937
Charitable activities			
Childcare Services	79,364	-	79,364
Other trading activities	90	-	90
Investment income	4	-	4
Total	<u>84,885</u>	<u>510</u>	<u>85,395</u>
EXPENDITURE ON			
Charitable activities			
Childcare Services	<u>90,309</u>	<u>-</u>	<u>90,309</u>
NET INCOME/(EXPENDITURE)	(5,424)	510	(4,914)
Transfers between funds	<u>460</u>	<u>(460)</u>	<u>-</u>
Net movement in funds	<u>(4,964)</u>	<u>50</u>	<u>(4,914)</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	21,299	-	21,299
TOTAL FUNDS CARRIED FORWARD	<u>16,335</u>	<u>50</u>	<u>16,385</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2022**8. TANGIBLE FIXED ASSETS**

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 August 2021	6,441	134	6,575
Additions	687	-	687
At 31 July 2022	<u>7,128</u>	<u>134</u>	<u>7,262</u>
DEPRECIATION			
At 1 August 2021	2,482	66	2,548
Charge for year	1,424	33	1,457
At 31 July 2022	<u>3,906</u>	<u>99</u>	<u>4,005</u>
NET BOOK VALUE			
At 31 July 2022	<u>3,222</u>	<u>35</u>	<u>3,257</u>
At 31 July 2021	<u>3,959</u>	<u>68</u>	<u>4,027</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Other debtors	2,340	187
Prepayments	300	-
	<u>2,640</u>	<u>187</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Social security and other taxes	645	337
Accrued expenses	10,432	9,458
	<u>11,077</u>	<u>9,795</u>

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

11. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022 £	2021 £
Within one year	1,500	-
Between one and five years	<u>1,625</u>	<u>-</u>
	<u>3,125</u>	<u>-</u>

12. MOVEMENT IN FUNDS

	At 1.8.21 £	Net movement in funds £	Transfers between funds £	At 31.7.22 £
Unrestricted funds				
General fund	16,335	6,220	550	23,105
Restricted funds				
Nursery Equipment Fund	50	700	(550)	200
TOTAL FUNDS	<u>16,385</u>	<u>6,920</u>	<u>-</u>	<u>23,305</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	101,309	(95,089)	6,220
Restricted funds			
Nursery Equipment Fund	700	-	700
TOTAL FUNDS	<u>102,009</u>	<u>(95,089)</u>	<u>6,920</u>

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

12. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.8.20 £	Net movement in funds £	Transfers between funds £	At 31.7.21 £
Unrestricted funds				
General fund	21,299	(5,424)	460	16,335
Restricted funds				
Nursery Equipment Fund	-	510	(460)	50
TOTAL FUNDS	<u>21,299</u>	<u>(4,914)</u>	<u>-</u>	<u>16,385</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	84,885	(90,309)	(5,424)
Restricted funds			
Nursery Equipment Fund	510	-	510
TOTAL FUNDS	<u>85,395</u>	<u>(90,309)</u>	<u>(4,914)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.8.20 £	Net movement in funds £	Transfers between funds £	At 31.7.22 £
Unrestricted funds				
General fund	21,299	796	1,010	23,105
Restricted funds				
Nursery Equipment Fund	-	1,210	(1,010)	200
TOTAL FUNDS	<u>21,299</u>	<u>2,006</u>	<u>-</u>	<u>23,305</u>

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

12. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	186,194	(185,398)	796
Restricted funds			
Nursery Equipment Fund	1,210	-	1,210
TOTAL FUNDS	<u>187,404</u>	<u>(185,398)</u>	<u>2,006</u>

Restricted Funds

Bembridge Parish Council gave £550 to the preschool from its Dragon's Den funding to be used on the construction of a sandbox in the preschool's garden. All the funds were used within the year.

Bembridge Parish Council also award the preschool £150 to be used on a new seating area, a deposit was paid by the preschool towards the construction of the seating area in the year.

13. RELATED PARTY DISCLOSURES

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

14. GOING CONCERN

The directors consider that there are no material uncertainties that would cast significant doubt on the ability of the preschool to continue as a going concern.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.