

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2023
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 16

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2023**

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 2023. 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.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2023**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The directors of the preschool present their report on another busy year. Patterns of children in attendance increased again 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 supply an active and supportive role within the setting alongside the manager and senior lead team.

The preschool continued to successfully react to the challenges presented by the aftermath of the pandemic, supporting families and extending team knowledge via additional training. Challenges surrounding a backlog in multiagency support including speech and language, social & emotional development, resilience & attachment informed additional training needs for the academic year.

The preschool continued to implement initiatives from the Development Plan; the setting created a new curriculum statement embodying the nurturing ethos of the preschool to inform how the Early Years framework will be delivered going forward. The website was updated to reflect more recent preschool activities & curriculum. Following a successful bid in November 2022, Spring 2023 saw the delivery of a new book library thanks to the Parish Council's "Dragons Den". This was a direct response to the need to expand the preschool literary programme post Covid. The preschool front garden project progressed with the aim of developing this area as an additional outside mud kitchen/wild school space. A plan is in place to fundraise for additional gates to secure the area for this purpose. The preschool continues to fulfill robust plans for enhanced provision.

Successful safer recruitment continued to maintain the quality and specialist knowledge within the staff team. 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. The new EYFS framework, September 21 was gradually embedded in the curriculum throughout the year and the setting is preparing for the delayed updated EYFS due September 2023. Our student mentoring continued for both Level 3 and Level 2 placements 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" in all areas OFSTED grading achieved in June 23, Windmills continues to be able to offer two-year-old funded places, subject to eligibility.

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 saw a need to develop its expertise in referrals for a variety of interventions including speech and language, Early Health 7 Care Plans, & Early Help. Trauma Informed training alongside emotional regulation & attachment courses & speech & language have continued to be a strong focus throughout this year. The preschool 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. The senior lead team appraise themselves of developments at county level by attending termly Early Years briefings and the local annual Early Year Conference.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2023**

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 well being, 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 is strong. Stay and Play/Settling-in sessions for newly registered children continue all year round. Prospective families are welcomed into setting to explore the environment & meet the team. These initiatives help children and parents to familiarise themselves prior to starting preschool. Regular monthly visits to our intergenerational partners at the local care home took place & we welcomed the village's RNLI educational team into the preschool. Visits to the park & local shops also enrich the children's experiences.

The fundraising calendar for 2022-23 proceeded unhindered. Plans are in place to bid for funds to create & secure the front garden area (mentioned above) via the annual Parish Council "Dragons Den" process. The preschool children entered the annual Bembridge Village Star competition in December 2022 with their "Sparkling foliage" themed star using greenery from the preschool garden.

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 material 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 as part of the larger robust transition process. Transition Partnership agreements with the receiving schools were actioned where need had been identified.

At the end of the academic year 2023, Windmills has a secure 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 £124,783 (2022: £102,009) including £200 of restricted grant income and resources expended for the year amounted to £121,818 (2022: £95,089) including £359 of restricted expenditure. The surplus for the year amounted to £2,965, (2022: £6,920). 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)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2023**

Registered Charity number

1103864

Registered office

Preschool Unit
Walls Road
Bembridge
Isle of Wight
PO35 5RH

Trustees

Mrs R E Clark
Mrs J Simmonds (resigned 31.5.23)
Mrs J Briggs
Mr T J Vincent
Mrs R E Donald (resigned 31.5.23)
Mrs H R Bailey (appointed 6.6.23)

Company Secretary

Mr P B Collyer

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 2024 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 2023.

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
St Cross Lane
Newport
Isle of Wight
PO30 5BZ

Date:

WINDMILLS PRESCHOOL LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JULY 2023**

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		68	200	268	951
Charitable activities					
Childcare Services		124,127	-	124,127	100,321
Other trading activities	2	80	-	80	710
Investment income	3	308	-	308	27
Total		<u>124,583</u>	<u>200</u>	<u>124,783</u>	<u>102,009</u>
EXPENDITURE ON					
Charitable activities					
Childcare Services		<u>121,818</u>	<u>-</u>	<u>121,818</u>	<u>95,089</u>
NET INCOME		2,765	200	2,965	6,920
Transfers between funds	12	<u>359</u>	<u>(359)</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>3,124</u>	<u>(159)</u>	<u>2,965</u>	<u>6,920</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		23,105	200	23,305	16,385
TOTAL FUNDS CARRIED FORWARD		<u>26,229</u>	<u>41</u>	<u>26,270</u>	<u>23,305</u>

The notes form part of these financial statements

BALANCE SHEET
31 JULY 2023

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	8	2,564	-	2,564	3,257
CURRENT ASSETS					
Debtors	9	-	-	-	2,640
Cash at bank and in hand		<u>37,317</u>	<u>41</u>	<u>37,358</u>	<u>28,485</u>
		37,317	41	37,358	31,125
CREDITORS					
Amounts falling due within one year	10	(13,652)	-	(13,652)	(11,077)
NET CURRENT ASSETS		<u>23,665</u>	<u>41</u>	<u>23,706</u>	<u>20,048</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		26,229	41	26,270	23,305
NET ASSETS		<u>26,229</u>	<u>41</u>	<u>26,270</u>	<u>23,305</u>
FUNDS	12				
Unrestricted funds				26,229	23,105
Restricted funds				<u>41</u>	<u>200</u>
TOTAL FUNDS				<u>26,270</u>	<u>23,305</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2023 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 2023

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 2024 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 2023**2. OTHER TRADING ACTIVITIES**

	2023	2022
	£	£
Fundraising events	<u>80</u>	<u>710</u>

3. INVESTMENT INCOME

	2023	2022
	£	£
Bank interest received	<u>308</u>	<u>27</u>

4. NET INCOME/(EXPENDITURE)

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

	2023	2022
	£	£
Depreciation - owned assets	<u>1,649</u>	<u>1,457</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

Mrs R E Clark, a trustee of Windmills Preschool Limited, was paid £12,646 (2022: £9,861) in respect of administration services.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 July 2023 nor for the year ended 31 July 2022.

6. STAFF COSTS

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

	2023	2022
	<u>12</u>	<u>11</u>
Childcare services		

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

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2023

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

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

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2023

8. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 August 2022	7,128	134	7,262
Additions	956	-	956
At 31 July 2023	<u>8,084</u>	<u>134</u>	<u>8,218</u>
DEPRECIATION			
At 1 August 2022	3,906	99	4,005
Charge for year	1,614	35	1,649
At 31 July 2023	<u>5,520</u>	<u>134</u>	<u>5,654</u>
NET BOOK VALUE			
At 31 July 2023	<u>2,564</u>	<u>-</u>	<u>2,564</u>
At 31 July 2022	<u>3,222</u>	<u>35</u>	<u>3,257</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Other debtors	-	2,340
Prepayments	-	300
	<u>-</u>	<u>2,640</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2023

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Social security and other taxes	903	645
Accrued expenses	12,749	10,432
	<u>13,652</u>	<u>11,077</u>

11. LEASING AGREEMENTS

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

	2023	2022
	£	£
Within one year	1,500	1,500
Between one and five years	125	1,625
	<u>1,625</u>	<u>3,125</u>

12. MOVEMENT IN FUNDS

	At 1.8.22	Net movement in funds	Transfers between funds	At 31.7.23
	£	£	£	£
Unrestricted funds				
General fund	23,105	2,765	359	26,229
Restricted funds				
Nursery Equipment Fund	200	200	(359)	41
TOTAL FUNDS	<u>23,305</u>	<u>2,965</u>	<u>-</u>	<u>26,270</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2023

12. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	124,583	(121,818)	2,765
Restricted funds			
Nursery Equipment Fund	200	-	200
TOTAL FUNDS	<u>124,783</u>	<u>(121,818)</u>	<u>2,965</u>

Comparatives for 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>

Comparative 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 2023

12. MOVEMENT IN FUNDS - continued

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

	At 1.8.21 £	Net movement in funds £	Transfers between funds £	At 31.7.23 £
Unrestricted funds				
General fund	16,335	8,985	909	26,229
Restricted funds				
Nursery Equipment Fund	50	900	(909)	41
TOTAL FUNDS	<u>16,385</u>	<u>9,885</u>	<u>-</u>	<u>26,270</u>

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	225,892	(216,907)	8,985
Restricted funds			
Nursery Equipment Fund	900	-	900
TOTAL FUNDS	<u>226,792</u>	<u>(216,907)</u>	<u>9,885</u>

Restricted Funds

Bembridge Parish Council gave £200 to the preschool from its Dragon's Den funding to be used on a new seating area. All the funds were used within the year.

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 July 2023.

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.