

Charity Registration No. 1109642

Company Registration No. 05389477 (England and Wales)

CHILD DYNAMIX

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025



72 Lairgate
Beverley
East Yorkshire
United Kingdom
HU17 8EU

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COMPANY INFORMATION

Trustees	J Boyd	
	B A Bradley	
	Mr S B Ford	(Appointed 26 September 2024)
	G E Coyle	(Appointed 22 October 2024)
	Mr A Lockyer	(Appointed 29 January 2025)
	Mrs J M Raspin	(Appointed 29 January 2025)
	Mr P J Hamnett	(Appointed 14 May 2025)
Senior management	L Darnell	Head of HR and Finance
	N Clark	Head of childcare
	A Wheal	Children & family services manager
Charity number	1109642	
Company number	05389477	
Registered office	95 Preston Road Hull East Yorkshire United Kingdom HU9 3QB	
Auditor	TC Group 72 Lairgate Beverley East Yorkshire United Kingdom HU17 8EU	
Solicitors	Rollits LLP Citadel House 58 High Street Hull East Yorkshire United Kingdom HU1 1QE	

CHILD DYNAMIX

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2025

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 31st March 2024. 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).

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's governing document, the Companies Act 2006 and "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

The Objects for which the Company is established are to promote social regeneration by providing relief in particular but not exclusively to children, young people and their families who are resident or employed across the Humber Sub-Region who have need because of age, mental or physical disability, poverty or addiction. In particular, but not so as to limit the generality of the foregoing, to provide combinations of early years' education, play work, youth work, community sports, family support and health advice, learning and employment services.

The vision and purpose

Our vision is: Communities where children and young people thrive.

Our purpose is: To create environments and deliver activities which enable children and young people to identify and realise both their aspirations and their potential.

How our activities deliver public benefit:

Our main activities are described below and focus on the objectives for which Child Dynamix was created in 2005, including changes to these objectives in 2014. The services provided to children, young people and their families are for the most part free and all are open and accessible to all. Where there are fees to be charged there are opportunities for those unable to afford these fees to access the service via other funding streams i.e., local authority/social services, two-year-old funding and early years education grants. In addition to this, the charity receives pupil premium for children in need within its Childcare settings. The trustees considered the Charity Commissions guidance on public benefit when planning and developing the charity's activities at all its meetings. For specific activities, funding is sought in partnership with the young person or group to enable them to achieve their aspirations. The Corporate Social Responsibility policy is embedded across the charity and explains the way in which the charity supports other small community organisations and takes a responsible approach to the environment.

Who	used	and	benefited	from	our	services:
<u>Community</u>			<u>Day</u>			<u>Nurseries:</u>

Child Dynamix now has 5 daycare settings, two in East Hull (Preston Road and Savoy Road) and 3 in West Hull (Boulevard, Rainbow Nursery and Rainbow Pre-School) In April 2025, Child Dynamix acquired the Rainbow Nursery and Rainbow Pre-School settings expanding our childcare offer across the city of Hull. Both settings were established in their communities and a team of 21 staff were transferred under TUPE. These settings offer a further 67 places and are based in the Avenues area of the city.

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

We know our day nurseries play a critical role in the learning and development of the youngest children, and we aim to offer the finest provision by providing stimulating learning environments for the children who attend. We also know the importance of quality day care to enable families to access employment and learning opportunities. We aim to provide a flexible approach to meet the needs of children and their families.

Our nursery teams regularly monitor and assess children's learning and development to ensure we offer an early intervention and provide the right level of support to all our children and their families. Analysis of those assessments demonstrates increasing concern of children's communication and how this can impact their learning. In response, we have implemented several approaches including Stories for Talking, and increased staff training in communication strategies to help address this issue, in particular to support children whilst waiting for a specialist service.

Recruitment of staff during this past 12 months has affected all our settings. However, we have successfully recruited our Level two and Level three students who have successfully completed their college courses into our settings. We continue to offer student placement in all our settings. We had relied heavily on agency staff to maintain our legal adult to child numbers but this has significantly reduced during the year. The recruitment of nursery practitioners is a national crisis and proving to be an ongoing issue for the profession. An incentive scheme launched by the Department of Education to encourage new or returning staff into Early years. Although we were eligible for this scheme and gave new starters the incentive payment this did not bring the interest we had hoped the scheme would bring.

We are pleased to see the Governments increase focus on early years including broadening the eligibility for free childcare, however, the issues around recruitment, retention and qualifications for practitioners creates concerns as to how the increased demand can be met.

Across April 2024 – March 2025, there were **429** children on roll across our nurseries. Of those 429 children, 32 were receiving additional support funding, with a further 59 children experiencing some other learning difficulty or development delay. This means 21% of children attending our settings had some kind of special educational need or disability. 60 children have English as an additional language, 48 of these at the Boulevard setting alone. We supported 68 families to access 30-hour funding, enabling them to increase childcare to meet their needs.

Children and Family Services:

Children and Family Services consists of two key and consistent elements; Little Stars Family hub and our Youth Service based at The Hut Youth Centre. Both of these services are part of Hulls Early Help offer to support Children, Young People and their Families and deliver a range of services and support. We also have various additional projects that enhance this key delivery and over the course of this year have included the Movement Fund, Blue Influencer and National Citizenship Service (NCS).

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TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Little Stars Family Hub sits in the Early Help provision within the East Locality in the city of Hull. The team provides targeted family support and a range of services for local families including parenting support, understanding children's behaviour with courses to help with parenting, child safety, infant feeding, budgeting, cooking and providing healthy meals, help to access early education funded nursery places and promoting parents understanding of early childhood development. The team provides regular stay and play sessions, creating a language-rich and stimulating environment in which children and their parents/carers can come together. The nature of the service means team members work closely with professionals from other agencies including schools and children's social care, as well as local charities and voluntary organisations. This approach ensures children and families receive the level of support they need to make lasting change and get the help they need quickly. Family Hubs have a focus on the child's first 1001 days, infant mental health and the parent/infant relationship.

Our **Youth Service** is commissioned by Hull City Council and is delivered in partnership with Maximum Life Youth Project, and St. Stephens Neighbourhood Centre. The partnership delivers across East Hull using venues in Preston Road, Greatfield, Ings and Longhill Estate. The Child Dynamix Youth team work from **The Hut Youth Centre** where we provide a range of services for the community and young people and continue to utilise the fantastic facilities the building offers. The teaching kitchen with rise and fall worktops and accessible cooker, IT suite, dance and craft rooms have been used for individual and group sessions by the team, and by local groups who hire the spaces to deliver their projects. More broadly, the youth team provide a range of services including one to one support, small group work and larger sessions with as many as 40 young people on a Friday night. The team provides a range of activities for young people including music, sport, cooking, arts and crafts, and participates in annual events such as the Humber Night Challenge and Lifestyle. The team sourced additional funds to support its delivery from: Clarion Futures, Humberside PCC and Street Games. The team extend their delivery to other community venues including Eastmount Recreation Centre, Shelley Avenue Sports Pavilion and local parks and green spaces.

After the success of our Green Influencer scheme, from 2024 Child Dynamix will host a Blue Mentor to develop our **Blue Influencer** scheme. The scheme aims to remove barriers to accessing the outdoors, whilst helping young people create deep, lasting and meaningful connections to the natural environment via their local coasts and rivers by giving them a voice to make change in their community. The scheme is funded by the Ernest Cook Trust and allows us to work with children, aged 10 to 14 years old, from youth centres and schools across Hull.

With funding from NCS (National Citizenship Service) we formed a partnership with Rewilding Youth and Probe Hull to offer a series of 12 week programmes full of exciting experiences and opportunities to support 16 and 17 year olds in their journey back into a form of Education, Employment or Training that suits them. The project supports young people to build in confidence, get on the right track to achieve their aspirations and recognise their own potential.

This has been a great addition to our existing youth offer and allows us to work with young people from across Hull.

Across April 2024 – March 2025 the Children and Family services teams worked with approximately **3575** children and young people and adults.

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TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Surveys and feedback

We regularly carry out stakeholder surveys, evaluations and seek feedback to help us understand the impact the charity has had,

Surveys and feedback – day nurseries

Our day nurseries conduct an annual Parent Satisfaction Survey to help shape our nursery offer and ensure we continue to meet the needs of our local families.

These are some comments received through the survey from parents:

Child Dynamix Community Nursery Savoy Road:

“Continuous help and support from staff. They care about the children and always ask how they are. My child has come on loads since attending and gained lots of knowledge. I feel confident leaving her there and would recommend the nursery and staff to others.”

“The staff are amazing with [Child], she enjoys nursery and has come on really well since attending here, I find the app a really good idea to see what Lola has been up to threw the day.”

“They keep you informed of your child’s day on the app which is the best! The staff are very supportive and are very on the ball with everything- sorting everything straight away for us. Range of activities throughout the day. My daughter after only a week was very settled and this a due to the nursery and how outstanding it is!”

Nursery parent feedback – Parent Satisfaction Survey – Child Dynamix Community Nursery Savoy Road

Child Dynamix Community Nursery Preston Road:

“I was very worried about sending my son to nursery but when I take him I can see how excited and happy he is to be there which reassures me that he enjoys it.”

“[Child] has thrived since being in nursery”.

“The staff who greet my child in in a morning are always happy and professional and make an effort to address my child.”

Nursery parent feedback – Parent Satisfaction Survey – Child Dynamix Community Nursery Preston Road

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TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Child Dynamix Community Nursery Boulevard:

Through the parent satisfaction survey, we received these comments from our Boulevard parents:

"My son is very happy at nursery but was a struggle to get him to where he now and he's come on massively"

"My daughter loves nursery after every session the staff tell me what she's been doing what she's had to eat etc"

"The management and workers there are amazing they are friendly polite and always keep you updated with everything for every session. The work the ladies put into the children is amazing. They do one to one sessions and phonics with my children and their development has come on amazing since been at this nursery"

Nursery parent feedback – Parent Satisfaction Survey – Child Dynamix Community Nursery Boulevard

Child Dynamix Community Nursery Rainbow:

Through a parent satisfaction welcome survey, we received these comments from our Rainbow parents:

"Communication is fantastic. Notes at pick up times are always thorough and I always have lovely pictures to look forward to at the end of the day."

"All of the staff have been fab and seem to know [Child] really well. Laura is brilliant."

"Millie and Rubie do so much for my child"

Nursery parent feedback – Parent Satisfaction Welcome Survey – Child Dynamix Community Nursery Rainbow

Child Dynamix Community Nursery Rainbow Preschool:

Through a parent satisfaction welcome survey, we received these comments from our Rainbow Preschool parents:

"Absolutely all the ladies are so invested and this truly shows when they all tell us what our daughter had been doing."

"Fantastic nursery and pre-school! my sons learnt loads since he's attended here. Would100% recommend it to friends and family. :)."

"my daughter is always so happy to attend preschool"

Nursery parent feedback – Parent Satisfaction Welcome Survey – Child Dynamix Community Nursery Rainbow Preschool

Surveys and feedback – youth services

Young people provide feedback through annual surveys, at the end of a project or one to one support, and perhaps most regular in conversations as part of the activities they are involved with providing in the moment views and opinions. The youth team apply each year for the Investing in Children Award. The award gives national recognition for actively including children and young people in dialogue that results in change. Here is some of the feedback gained through the assessment:

“The staff are great, if theres something we want to do activity wise they’ll just do it If they’ve got it”

“if you need someone to speak to and offload they offer one to one support”

“They tell us, if you enjoy something we do, well do it more”

“I like that if you don’t like the food option, they’ll look to see if they have something you like “

“ I’ve had help with my mental health. They don’t ignore it they help you and refer you to other services like councillors if needed”

“I enjoyed decorating the one-to-one room, making it bright and colourful for when people use it “

“I like that the staff don’t tolerate bullying, and people will be given warnings and sent out if they continue doing it “

“We get to be involved in picking trips for summer and activities “

“I enjoy coming to socialise and get involved with activities like baking in the kitchen”

“I enjoy karaoke”

“The huts a safe place to see your friends and youth workers”

NCS Project

“The project has helped me get out of the house and with my communication, it has helped me find who I am and what I like doing”

“You helped me with my confidence, focussed on my skills and now I am back at college studying music – on a higher level than I thought I would be able to study – and I love it. I want to use music to travel the world and now I feel I can achieve that”

Suzy and Neill, without you I wouldn’t have been able to do this. I got my CSCS card which helped me get a job.”

“It’s helped me recognise and realise that I have skills and strengths in things I didn’t know I had. You’ve helped me realise things I didn’t realise I was.”

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TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

"Without this programme I really don't think I would be where I am today. The support Suzy gave me, it made me aware of so much more - who I was and what I could do. She challenged me, but I was in control of what I felt ready for."

Surveys and feedback – family support

There are a number of ways in which our children, parents and their wider family members share their views of services delivered by the Family Support team. This includes comments and feedback given directly to a member of staff, through surveys or evaluations at the end of a programme or course, social media and through activities they have participated in.

"the team at little stars hub, are helpful and plan the trips well."

"Thank you for a great day"

"My son enjoyed the animals and the rides"

" [Child] had a really good day, loved the soft play and the bouncy pillow, really liked the tractor ride and cereal bars"

Feedback from a parent that attended a summer trip (2024)

"I like how welcomed I feel. It's easy to talk"

"Always warm welcomes when I arrive"

Feedback attending sessions at Family Hub (2024)

Volunteering at Child Dynamix:

We have seen fewer people coming forward to volunteer mirroring issues across the city. However, we have seen areas of volunteering grow over the year including in our Youth Service. We recognise that some people are not ready for a regular volunteering commitment. We have looked to identify more ways to *lend a hand* in the hope of engaging our service users and developing grassroots opportunities into something more regular and formal. We recognise the benefits both for the individual and to Child Dynamix in offering regular volunteering opportunities. This year volunteers offered over 50 hours of their time.

Charity events and fundraising:

In December, we held our annual staff away day aiming to bring our teams together to celebrate our work and have some relaxed time together. This year we rolled out the red carpet and the whole team went to the cinema to watch a classic Christmas movie followed by a relaxed afternoon together playing games and celebrating achievements from across the year.

Investment performance

Under the Articles of Association, the charity has the power to invest in any way the trustees wish.

Financial review

We have seen an increase in occupancy across all our nurseries with the expansion of the education funding eligibility changes coming into effect over the past 24 months. We have reduced the amount of agency costs in this year and invested in more student placements and apprenticeships retaining and upskilling people to expand our workforce. We have adopted a Co-Leadership structure and reduced costs by removing some Senior Leadership roles as they have become vacant. Our strategy for the coming period focuses on expanding our childcare offer across the city and improving our financial position to support the core infrastructure of the charity.

Reserves policy

Child Dynamix's reserves stand at £627,158

The Trustees of Child Dynamix aim to secure a cash reserve of £230,000 which represents 10% of the Charity's average turnover (10 years). Close monitoring of the reserves is essential in helping us meet the demands of our strategic plan over the next three to five years. The target reserves amount of £230,000 has been calculated based on continuity planning, taking account of the Charity's liabilities. This reserve also provides the Charity's cash flow.

First and foremost, the Charity needs reserves to provide working capital to support its day-to-day operations, which is vital when waiting for invoices to be paid. Some contracts can be paid in arrears, leaving the Charity to cover general revenue costs for up to two months. Furthermore, many new funding streams are issued on a payment by results basis, which might split funding by as much as 50% which also then requires the Charity to hold funds to cover the full costs until final payment is made. The Charity Trustees would also consider proposals from the Charity's Officers to create seed funding for development of new vital services, and finally the Trustees may be asked to consider extending individual or team contracts for interim periods of no more than 3 months to bridge gaps where new funding has been secured but a gap is created between funding streams.

The Trustees have provision for the appointment of a Finance Trustee who, within the Articles of Association (reviewed 2022) has responsibility for monitoring and reviewing the agreed steps the charity has taken to establish and/or maintain the reserves and for any proposals for using reserves. The responsibility, should the Charity face closure, will impact on the whole Trustee group, including the Finance Trustee, who would work with the Chief Executive Officer and senior leadership team.

The level of reserves which has been set by the Trustees (see above) is, where possible, grown through our Social Enterprise activities, which have three-to-five-year financial plans. The reserves development and maintenance form part of the general management accounting the Charity undertakes weekly, monthly and quarterly at differing levels. The Head of Finance and Human Resources creates "actual to projected" reports on a quarterly basis to the Finance committee and then on to the Board.

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Future plans

As a social regeneration charity, Child Dynamix recognises the importance of the whole family in relation to the outcomes for children and young people. Our themes of work - early years and childcare, family support and services for children and young people - offer both universal and targeted support. Levels and intensity of support differ depending on the presenting needs, but we recognise the many strengths children, young people and their families have. We see these as a positive starting point to enable people to make long lasting change with support from our staff and volunteers.

We continue to grapple with the reducing number of grants to apply to and the increasing competition for the remaining opportunities. It is a real challenge to find funds which reflect the work Child Dynamix delivers to meet the needs of our service users and local communities. Our focus in the coming year will be on expanding our childcare, family support, play and sport services.

Structure, governance and management

Governing document

The Charity is controlled by its governing document, a deed of trust, and constitutes a company limited by guarantee, as defined by the Companies Act 2006.

The company was incorporated on 11th March 2005.

The trustees, who are also the directors for the purpose of company law, who served during the year and up to the date of signature of the financial statements were:

J Boyd

B A Bradley

G E Coyle (Resigned 20 August 2024)

Mr G J Morgan (Resigned 30 June 2024)

Mr S B Ford (Appointed 26 September 2024)

G E Coyle (Appointed 22 October 2024)

Mr A Lockyer (Appointed 29 January 2025)

Mrs J M Raspin (Appointed 29 January 2025)

Mr P J Hamnett (Appointed 14 May 2025)

Recruitment and appointment of new trustees

The Trustees shall have power at any time to appoint any person to be a Trustee but so that the total number of Trustees shall not exceed the number determined under Article 34. Every Trustee shall be appointed for a term of three years unless agreed otherwise by the Trustees at the time of their appointment. A Trustee due to retire may, with the approval of a majority of the Trustees, stand for re-appointment for a second term so that Trustees may, if re-appointed, serve two consecutive terms. The Trustees may resolve by majority that because of exceptional circumstances a Trustee may hold office for a third term. The Trustees may resolve by majority that because of exceptional circumstances a Trustee may hold office for such further terms that are deemed to be in the Charity's best interests. The Trustees may make such rules pursuant to these Articles as they see fit from time to time with regard to the procedure for the appointment and reappointment of Trustees pursuant to this Article.

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Governance Structure

The Trustees held four meetings during 2024– 2025. At the start of the year, a review of the governance structure resulted in a change to the number of quarterly committees and an internal co leadership structure due to the resignation of the CEO. The co leadership team whom the board delegates the day-to-day operations consists of the Head of Finance & HR, Head of Childcare and the Children and Family Services Manager all of whom report directly to the board of trustees. All sub committees were postponed whilst these changes were being embedded to support the transition.

- Child Dynamix Trading Ltd: (wholly owned trading subsidiary)
 - Mr Bryan Bradley Director

The Health and Safety internal audit of each of the charity's premises takes place annually and are reviewed throughout the year in response to national and local guidance and restrictions.

Induction and training of new trustees

The charity has a comprehensive induction pack for new Trustees (The Trustee Handbook). This Handbook includes role descriptions, conflict of interest, and code of conduct, the Articles and policies including finance and reserves. All Trustees of the charity complete the volunteer recruitment process, which includes a DBS enhanced check and undertake safeguarding training. Induction meetings are held with the Chief Executive and/or Chair of the Board prior to the first Board meeting attended. Trustees are encouraged to attend seminars and conferences on Charity law and governance issues when they are able. Information from these events is shared at subsequent board meetings.

Risk management

Child Dynamix holds a risk register; the register considers financial, reputational and operational risks to the charity and is agreed with the Board annually. The charity has systems and controls in place to manage the exposure to its significant risks. The risk register is referred to and updated if required in each Board meeting. In addition to this, the charity uses risk analysis at a project and service level.

Auditor

The auditor, TC Group, will be proposed for re-appointment at the forthcoming Annual General Meeting.

The trustees' report was approved by the Board of Trustees.

B A Bradley

Trustee

Dated: 22 September 2025

CHILD DYNAMIX

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2025

The Trustees, who are also the directors of Child Dynamix for the purpose of company law, are responsible for preparing the Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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 charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees have taken all steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Opinion

We have audited the financial statements of Child Dynamix (the 'charitable company') for the year ended 31 March 2025 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2025 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF CHILD DYNAMIX

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF CHILD DYNAMIX

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including Fraud, are instances of non-compliance with laws and regulations. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Extent to which the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit, in respect to fraud, are: to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses; and to respond appropriately to fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and its management.

Our approach was as follows:

- We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, and through discussion with the directors and other management (as required by auditing standards), and discussed with the directors and other management the policies and procedures regarding compliance with laws and regulations;
- We considered the legal and regulatory frameworks directly applicable to the financial statements reporting framework (FRS 102 and the Companies Act 2006) and the relevant tax compliance regulations in the UK;
- We considered the nature of the industry, the control environment and business performance, including the key drivers for management's remuneration;
- We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit;
- We considered the procedures and controls that the company has established to address risks identified, or that otherwise prevent, deter and detect fraud; and how senior management monitors those programmes and controls.

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Where the risk was considered to be higher, we performed audit procedures to address each identified fraud risk. These procedures included: testing manual journals; reviewing the financial statement disclosures and testing to supporting documentation; performing analytical procedures; and enquiring of management, and were designed to provide reasonable assurance that the financial statements were free from fraud or error.

CHILD DYNAMIX

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF CHILD DYNAMIX

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website as: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditors' report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Michael Todd FCA (Senior Statutory Auditor)
for and on behalf of TC Group

Statutory Auditor

Office: Beverley

6 October 2025

TC Group is eligible for appointment as auditor of the charitable company by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006

CHILD DYNAMIX

STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2025

		Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
	Notes						
Income and endowments from:							
Donations and legacies	3	4,005	-	4,005	3,149	-	3,149
Charitable activities	4	2,459,850	117,119	2,576,969	1,656,059	165,269	1,821,328
Other trading activities	5	409	-	409	350	-	350
Other income	6	5,000	-	5,000	5,000	-	5,000
Total income		<u>2,469,264</u>	<u>117,119</u>	<u>2,586,383</u>	<u>1,664,558</u>	<u>165,269</u>	<u>1,829,827</u>
Expenditure on:							
Charitable activities	7	2,431,800	153,809	2,585,609	1,833,006	115,333	1,948,339
Other expenditure	12	15,232	-	15,232	15,757	-	15,757
Total expenditure		<u>2,447,032</u>	<u>153,809</u>	<u>2,600,841</u>	<u>1,848,763</u>	<u>115,333</u>	<u>1,964,096</u>
Net income/(expenditure)		22,232	(36,690)	(14,458)	(184,205)	49,936	(134,269)
Transfers between funds		(12,895)	12,895	-	33,821	(33,821)	-
Net movement in funds	9	9,337	(23,795)	(14,458)	(150,384)	16,115	(134,269)
Reconciliation of funds:							
Fund balances at 1 April 2024		<u>581,020</u>	<u>55,638</u>	<u>636,658</u>	<u>731,404</u>	<u>39,523</u>	<u>770,927</u>
Fund balances at 31 March 2025		<u>590,357</u>	<u>31,843</u>	<u>622,200</u>	<u>581,020</u>	<u>55,638</u>	<u>636,658</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

CHILD DYNAMIX

BALANCE SHEET

AS AT 31 MARCH 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Goodwill	14		32,800		-
Other intangible assets	14		33,600		-
Total intangible assets			66,400		-
Tangible assets	15		574,311		601,485
Investments	16		10		10
			640,721		601,495
Current assets					
Debtors	17	37,777		55,132	
Cash at bank and in hand		207,574		258,033	
			245,351		313,165
Creditors: amounts falling due within one year	19	(56,951)		(63,806)	
Net current assets			188,400		249,359
Total assets less current liabilities			829,121		850,854
Creditors: amounts falling due after more than one year	20		(206,921)		(214,196)
Net assets			622,200		636,658
Income funds					
Restricted funds	22		31,843		55,638
Unrestricted funds			590,357		581,020
			622,200		636,658

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 22 September 2025

B A Bradley
Trustee

CHILD DYNAMIX

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2025

		2025		2024	
	Notes	£	£	£	£

Company Registration No. 05389477

CHILD DYNAMIX

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2025

		2025		2024	
	Notes	£	£	£	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	29		41,355		(123,435)
Investing activities					
Purchase of intangible assets		(83,000)		-	
Purchase of tangible fixed assets		(2,000)		-	
Net cash used in investing activities			(85,000)		-
Financing activities					
Repayment of bank loans		(6,814)		(6,291)	
Net cash used in financing activities			(6,814)		(6,291)
Net decrease in cash and cash equivalents			(50,459)		(129,726)
Cash and cash equivalents at beginning of year			258,033		387,759
Cash and cash equivalents at end of year			207,574		258,033

1 Accounting policies

Charity information

Child Dynamix is a private company limited by guarantee incorporated in England and Wales. The registered office is 95 Preston Road, Hull, East Yorkshire, HU9 3QB, United Kingdom.

The Charity is a company limited by guarantee and has no share capital. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

1.1 Accounting convention

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 are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charitable company.

1.4 Income

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 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.

1.6 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill shall be considered to have a finite useful life, and shall be amortised on a systematic basis over its life.

1.7 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Business combinations	20% straight line
-----------------------	-------------------

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies**(Continued)****1.8 Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% on cost
Leasehold land and buildings	over the period of the lease
Fixtures and fittings	50% on cost, 25% on cost and 20% on cost
Motor vehicles	25% on reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.9 Fixed asset investments

Fixed asset investments are measured at cost.

A subsidiary is an entity controlled by the charitable company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.10 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.11 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.12 Financial instruments

The charitable company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charitable company's contractual obligations expire or are discharged or cancelled.

1.13 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.14 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charitable company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

2 Critical accounting estimates and judgements**(Continued)****Critical judgements****Useful life of fixed assets**

The charitable company estimates the useful economic lives of fixed assets based in the expected period of use of the asset in operating the charitable company.

Carrying value of freehold property

The charitable company owns one property and this is stated at cost with depreciation being charged based on the useful economic life of the asset. The trustees review the carrying value of the property on an annual basis, in light of the condition of the property and the operating performance of the nursery.

3 Income from donations and legacies

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Donations and gifts	4,005	3,149

4 Income from charitable activities

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Childcare						
Childcare	1,970,119	-	1,970,119	1,105,387	-	1,105,387
Commercial income	10,270	-	10,270	24,256	-	24,256
Youth, Sport & Play						
Commissioning Service	229,093	-	229,093	218,291	-	218,291
Grants	7,927	103,129	111,056	32,427	150,281	182,708
Childcare & Young People Activities						
Commissioning Service	242,441	-	242,441	275,698	-	275,698
Grants	-	13,990	13,990	-	14,988	14,988
	<u>2,459,850</u>	<u>117,119</u>	<u>2,576,969</u>	<u>1,656,059</u>	<u>165,269</u>	<u>1,821,328</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

4 Income from charitable activities

(Continued)

Performance related grants analysis

	Youth, Sport & Play	Childcare & Young People Activities	Total	Youth, Sport & Play	Childcare & Young People Activities	Total
	2025	2025	2025	2024	2024	2024
	£	£	£	£	£	£
Henry Smith	7,912	-	7,912	30,397	-	30,397
LSFH AHP	3,692	-	3,692	-	-	-
Whats your Game	-	-	-	8,945	-	8,945
Youth Dynamix	4,235	-	4,235	13,831	-	13,831
Sport Awards for All	-	-	-	9,652	-	9,652
Blue Influencer	-	13,990	13,990	-	-	-
PCC	19,962	-	19,962	-	-	-
NCS	75,255	-	75,255	119,883	-	119,883
Ernest Cook	-	-	-	-	14,988	14,988
Other	-	-	-	-	-	-
	<u>111,056</u>	<u>13,990</u>	<u>125,046</u>	<u>182,708</u>	<u>14,988</u>	<u>136,902</u>

5 Income from other trading activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Fundraising events	<u>409</u>	<u>350</u>

6 Other income

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Other income	<u>5,000</u>	<u>5,000</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

7 Expenditure on charitable activities

	Childcare	Youth, Sport & Play	Childcare & Core support Young People Activities		Total
	2025	2025	2025	2025	2025
	£	£	£	£	£
Direct costs					
Staff costs	987,601	536,318	240,343	2,736	1,766,998
Depreciation and impairment	1,118	926	-	27,131	29,175
Rent of building	72,854	46,600	-	-	119,454
Rates and water	3,773	2,795	6,431	-	12,999
Insurance	-	-	1,622	17,603	19,225
Light and heat	26,866	11,626	6,551	-	45,043
Telephone and internet	7,416	2,239	7,461	160	17,276
Postage and stationery	8,161	3,396	4,788	887	17,232
Sundries	923	1,274	60	9,688	11,945
Food	12,116	-	-	-	12,116
Equipment	2,660	-	-	-	2,660
Computer expenses	3,686	864	-	20,167	24,717
Repairs and renewals	15,667	8,793	22,281	7,835	54,576
Cleaning and refuse	45,142	14,134	34,390	-	93,666
Training Courses and conferences	4,243	9,598	2,104	-	15,945
Other charitable expenditure	23,954	112,079	18,833	4,526	159,392
	<u>1,216,180</u>	<u>750,642</u>	<u>344,864</u>	<u>90,733</u>	<u>2,402,419</u>
Share of support and governance costs (see note 8)					
Support	-	-	-	149,664	149,664
Governance	-	-	-	33,526	33,526
	<u>1,216,180</u>	<u>750,642</u>	<u>344,864</u>	<u>273,923</u>	<u>2,585,609</u>
Analysis by fund					
Unrestricted funds	1,216,120	682,972	258,785	273,923	2,431,800
Restricted funds	60	67,670	86,079	-	153,809
	<u>1,216,180</u>	<u>750,642</u>	<u>344,864</u>	<u>273,923</u>	<u>2,585,609</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

7 Expenditure on charitable activities

(Continued)

Previous year:	Childcare	Youth, Sport & Play	Childcare & Core support Young People Activities		Total
	2024	2024	2024	2024	2024
	£	£	£	£	£
Direct costs					
Staff costs	825,211	143,882	228,201	-	1,197,294
Depreciation and impairment	1,032	1,660	1,813	27,983	32,488
Rent of building	65,898	3,000	-	-	68,898
Rates and water	3,390	1,230	5,074	-	9,694
Insurance	-	-	1,622	10,174	11,796
Light and heat	28,827	15,913	10,161	-	54,901
Telephone and internet	4,769	2,159	8,814	140	15,882
Postage and stationery	5,460	3,220	6,777	532	15,989
Sundries	1,149	1,063	76	10,644	12,932
Food	11,668	-	-	-	11,668
Computer expenses	2,160	864	-	19,255	22,279
Repairs and renewals	11,141	5,706	27,102	4,570	48,519
Cleaning and refuse	15,298	12,985	31,048	-	59,331
Training Courses and conferences	3,457	6,135	1,047	-	10,639
Other charitable expenditure	13,878	99,884	14,075	13,670	141,507
	993,338	297,701	335,810	86,968	1,713,817
Share of support and governance costs (see note 8)					
Support	-	-	-	190,824	190,824
Governance	-	-	-	43,698	43,698
	993,338	297,701	335,810	321,490	1,948,339
Analysis by fund					
Unrestricted funds	993,338	244,379	273,799	321,490	1,833,006
Restricted funds	-	53,322	62,011	-	115,333
	993,338	297,701	335,810	321,490	1,948,339

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

8 Support costs allocated to activities

	2025	2024
	£	£
Staff costs	133,064	190,824
Depreciation	16,600	-
Governance costs	33,526	43,698
	<u>183,190</u>	<u>234,522</u>
Analysed between:		
Core support	<u>183,190</u>	<u>234,522</u>

9 Net movement in funds

	2025	2024
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	7,550	12,564
Depreciation of owned tangible fixed assets	29,175	32,488
Amortisation of intangible assets	16,600	-
	<u>53,325</u>	<u>45,052</u>

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charitable company during the year.

11 Employees

The average monthly number of employees during the year was:

	2025	2024
	Number	Number
Administration	10	10
Managers	9	9
Other	66	46
	<u>85</u>	<u>65</u>
Total	<u>85</u>	<u>65</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

11 Employees (Continued)

Employment costs	2025	2024
	£	£
Wages and salaries	1,738,332	1,262,935
Social security costs	115,823	85,579
Other pension costs	55,744	39,604
	<u>1,909,899</u>	<u>1,388,118</u>

There were no employees whose annual remuneration was more than £60,000.

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

12 Other

	Unrestricted funds	Total
	2025	2024
		£
Financing costs	15,232	15,757
	<u>15,232</u>	<u>15,757</u>

13 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

14 Intangible fixed assets

	Goodwill	Business combinations	Total
	£	£	£
Cost			
At 1 April 2024	-	-	-
Additions - separately acquired	41,000	42,000	83,000
	<hr/>	<hr/>	<hr/>
At 31 March 2025	41,000	42,000	83,000
	<hr/>	<hr/>	<hr/>
Amortisation and impairment			
At 1 April 2024	-	-	-
Amortisation charged for the year	8,200	8,400	16,600
	<hr/>	<hr/>	<hr/>
At 31 March 2025	8,200	8,400	16,600
	<hr/>	<hr/>	<hr/>
Carrying amount			
At 31 March 2025	32,800	33,600	66,400
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 March 2024	-	-	-
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

15 Tangible fixed assets

	Freehold land and buildings	Leasehold land and buildings	Fixtures and fittings	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 April 2024	351,480	394,114	302,029	38,426	1,086,049
Business combinations	-	-	2,000	-	2,000
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2025	351,480	394,114	304,029	38,426	1,088,049
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation and impairment					
At 1 April 2024	49,223	100,586	297,269	37,485	484,563
Depreciation charged in the year	7,032	17,147	4,760	236	29,175
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2025	56,255	117,733	302,029	37,721	513,738
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Carrying amount					
At 31 March 2025	295,225	276,381	2,000	705	574,311
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 March 2024	302,257	293,528	4,759	941	601,485
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

16 Fixed asset investments

		Other investments
Cost or valuation		
At 1 April 2024 & 31 March 2025		10
		<u> </u>
Carrying amount		
At 31 March 2025		10
		<u> </u>
At 31 March 2024		10
		<u> </u>

		2025	2024
	Notes	£	£
Other investments comprise:			
Investments in subsidiaries	28	10	10
		<u> </u>	<u> </u>

17 Debtors

	2025	2024
Amounts falling due within one year:	£	£
Trade debtors	20,614	20,337
Other debtors	9,837	20,000
Prepayments and accrued income	7,326	14,795
	<u> </u>	<u> </u>
	37,777	55,132
	<u> </u>	<u> </u>

CHILD DYNAMIX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

18 Loans and overdrafts

	2025	2024
	£	£
Bank loans	214,205	221,019
	<u> </u>	<u> </u>
Payable within one year	7,284	6,823
Payable after one year	206,921	214,196
	<u> </u>	<u> </u>
Amounts included above which fall due after five years:		
Payable by instalments	(172,107)	181,736
	<u> </u>	<u> </u>

The loan is secured against the property and is repayable over 25 years at an interest rate of 7%.

19 Creditors: amounts falling due within one year

	Notes	2025	2024
		£	£
Bank loans	18	7,284	6,823
Other creditors		5,136	5,483
Accruals and deferred income		44,531	51,500
		<u> </u>	<u> </u>
		56,951	63,806
		<u> </u>	<u> </u>

20 Creditors: amounts falling due after more than one year

	Notes	2025	2024
		£	£
Bank loans	18	206,921	214,196
		<u> </u>	<u> </u>

21 Retirement benefit schemes

	2025	2024
	£	£
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	55,744	39,604
	<u> </u>	<u> </u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

21 Retirement benefit schemes**(Continued)**

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

22 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 April 2024	Incoming resources	Resources expended	Transfers	At 31 March 2025
	£	£	£	£	£
Henry Smith Fund	-	7,912	(20,807)	12,895	-
Ernest Cook	4,707	-	-	-	4,707
National Citizenship Service	50,931	75,255	(114,080)	-	12,106
Police & Crime Commissioner	-	19,962	(18,922)	-	1,040
Blue Influencer	-	13,990	-	-	13,990
	<u>55,638</u>	<u>117,119</u>	<u>(153,809)</u>	<u>12,895</u>	<u>31,843</u>

Previous year:	At 1 April 2023	Incoming resources	Resources expended	Transfers	At 31 March 2024
	£	£	£	£	£
Sleep Easy	2,748	-	-	(2,748)	-
Children in Need	2,978	-	-	(2,978)	-
Henry Smith Fund	-	30,397	(33,530)	3,133	-
Hut +	30,857	-	(260)	(30,597)	-
The Sylvia Adams Charitable Trust	-	-	(65)	65	-
Postcode Community Trust	696	-	-	(696)	-
Ernest Cook	2,244	14,988	(12,525)	-	4,707
National Citizenship Service	-	119,884	(68,953)	-	50,931
	<u>39,523</u>	<u>165,269</u>	<u>115,333</u>	<u>(33,821)</u>	<u>55,638</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

22 Restricted funds

(Continued)

Henry Smith Fund - This is funding enabling us to continue our 'Bump to Baby and Beyond' project that supports families at the very earliest opportunity engaging with parents in the third trimester of pregnancy. The project offers intensive support to ensure parents are well prepared for their parenting journey.

Hut+ - This is funding was obtained to extend and refurbish our youth centre on the Preston Road Estate. As the funding has been fully expensed the balance on the fund has been transferred to unrestricted reserves.

National Citizenship Service - This is funding enabling us to deliver our 'META' programme. The programme is for young people aged 16 & 17 who are not in employment, education or training and aim to raise confidence, aspiration and ultimately support young people onto their next steps. We are in a partnership with Rewilding Youth (CIC) and Probe Limited to deliver this work.

Funding from Ernest Cook along with a grant from the Police and Crime Commissioners Community Safety Fund allows us to employ a full time Nature Ranger. Ernest Cook fund the 'Blue Influencer' element of the role, the Blue Influencer will work with young people aged 10 – 14 years old, in schools and youth centres across Hull. The scheme helps young people impact the environment through social action projects that benefit their communities, whilst helping them to create lasting and meaningful connection to nature. The Community Safety Fund allows our Nature Ranger to offer sessions to young people aged 8 – 13 years, engaging them in environmental projects which aim to engage young people into centre based activities at an earlier age leading to better relationships and sustained engagement through adolescence.

23 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2024	Incoming resources	Resources expended	Transfers	At 31 March 2025
	£	£	£	£	£
General funds	581,020	2,469,264	(2,447,032)	(12,895)	590,357
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Previous year:	At 1 April 2023	Incoming resources	Resources expended	Transfers	At 31 March 2024
	£	£	£	£	£
General funds	731,404	1,664,558	(1,848,763)	33,821	581,020
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

24 Analysis of net assets between funds

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £
At 31 March 2025:			
Intangible fixed assets	66,400	-	66,400
Tangible assets	574,311	-	574,311
Investments	10	-	10
Current assets/(liabilities)	156,557	31,843	188,400
Long term liabilities	(206,921)	-	(206,921)
	<u>590,357</u>	<u>31,843</u>	<u>622,200</u>
	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 31 March 2024:			
Tangible assets	601,485	-	601,485
Investments	10	-	10
Current assets/(liabilities)	193,721	55,638	249,359
Long term liabilities	(214,196)	-	(214,196)
	<u>581,020</u>	<u>55,638</u>	<u>636,658</u>

25 Operating lease commitments

Lessee

At the reporting end date the charitable company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2025 £	2024 £
Within one year	63,000	3,000
Between two and five years	142,600	15,000
In over five years	21,000	24,000
	<u>226,600</u>	<u>42,000</u>

CHILD DYNAMIX

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

26 Capital commitments	2025	2024
	£	£
Amounts contracted for but not provided in the financial statements:		
	2025	2024
	£	£
Acquisition of property, plant and equipment	-	2,000
Acquisition of intangible assets	-	83,000
	<u>-</u>	<u>85,000</u>
	<u>-</u>	<u>85,000</u>

The charity has purchased the assets of Rainbow Nursery (Hull) Limited for a total consideration of £85,000. The purchase completed on 2 April 2024.

27 Related party transactions

There were no disclosable related party transactions during the year (2024 - none).

28 Subsidiaries

Details of the charitable company's subsidiaries at 31 March 2025 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Child Dynamix Trading Limited	95 Preston Road, Sale of donated goods Hull, East Yorkshire, HU9 3QB		Ordinary	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Child Dynamix Trading Limited	-	(24,835)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

28 Subsidiaries

(Continued)

The intention was that the subsidiary gift aided its profits to the charity. The subsidiary has however suffered losses and has not made any gift aid payments to the charity.

The results of the subsidiary are not consolidated within these financial statements as the subsidiary is dormant and the results are considered to be immaterial.

29 Cash generated from operations	2025 £	2024 £
Deficit for the year	(14,458)	(134,269)
Adjustments for:		
Amortisation and impairment of intangible assets	16,600	-
Depreciation and impairment of tangible fixed assets	29,175	32,488
Movements in working capital:		
Decrease/(increase) in debtors	17,355	(31,979)
(Decrease)/increase in creditors	(7,317)	10,325
Cash generated from/(absorbed by) operations	41,355	(123,435)

30 Analysis of changes in net debt

	At 1 April 2024 £	Cash flows £	At 31 March 2025 £
Cash at bank and in hand	258,033	(50,459)	207,574
Loans falling due within one year	(6,823)	(461)	(7,284)
Loans falling due after more than one year	(214,196)	7,275	(206,921)
	<u>37,014</u>	<u>(43,645)</u>	<u>(6,631)</u>