

Devoran Pre-School
(A company limited by guarantee)
Charity No 1110868

Annual Report and Financial Statements

31-Aug-22

Devoran Pre-School
Administrative Details

Charity name	Devoran Pre-School
Charity registration number	1110868
Company registration number	4867029
Registered office	The Market Hall Market Street Devoran Truro TR3 6QA
Trustees	Mr William Johnson
Independent Examiner	Whyfield Limited Ground Floor, Building A Green Court Truro Business Park Threemilestone TR4 9LF

Devoran Pre-School

Trustee's Report

The Trustees present their report and financial statements for the year ended **31 August 2022**.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is governed by its Memorandum and Articles of Association

Management of the Charity

The charity is managed and controlled by the management committee. The members of the management committee are the directors and trustees for the purposes of charity and company law and are referred to as trustees in these accounts.

The committee is made up of a chair, a treasurer, a secretary, between 2 and 9 members and up to 3 members co-opted onto the committee. Co-options are in the main for the purpose of fundraising.

Appointment of Trustees

All voting members of the charity are eligible to stand for election as a trustee at the Annual General Meeting. All trustees are elected for a term of one year, however, are eligible to stand for re-election. The committee may co-opt new members; however, they shall retire at the next Annual General Meeting.

Objectives

The objectives of the charity are to enhance the development and education of children primarily under statutory school age by encouraging parents to understand and provide for the needs of the children through community groups and by:

- (1) Offering appropriate play, education and care facilities and training courses, together with the right of parents to take responsibility for and to become involved the activities of such groups, ensuring such groups offer opportunities for all children whatever their race, culture, religion, means or ability.
- (2) Encouraging the study of the needs of such children and their families and promoting public interest in the recognition of such needs.
- (3) Instigating and adhering to and furthering the aims and objects of the Early Years Alliance.

Achievements and performance

The Pre-school remained open as usual throughout the Academic Year from September 2021 to July 2022.

The Pre-school staff met the challenge of keeping open to all children in a time of uncertainty and difficulties inherent in virus management.

The Pre-school provided 39 weeks of Early Years Education to local children.

Devoran Pre-School continues to be proud to have very happy settled children attending and enjoying the fantastic facilities available.

The children continue to enjoy and benefit from the play equipment in Devoran Park, our own outside space with our mud kitchen, water wall, boat, building and gardening materials which are constantly being updated and changed.

As much time as possible has been spent outdoors, in line with PHE directives. Whilst restrictions prevented some of the activities the children still had safe access to Devoran Park and to grandparents' small holdings.

Sports for Tots sessions continued outside.

This academic year was busy with fundraising – a stall at the Devoran Village Market in September selling toys and books. The Toffee Apple Stall at the re-instated Annual Firework display on the Quay in November. There was a Pre-school Children's Tombola and Tuck Shop at the Carnon Downs Party in the Park in May and then a Toy Stall at Devoran School Summer Fete. There was also fundraising for others with an event for "Children in Need"

Summer Trips for the children included a trip on the Bodmin- Wenford Steam Railway in June (gifted by a parent), A Teddy Bears Picnic and a Beach Trip with the Foundation Class at Devoran School in July and the Summer Term ended with a Sports Day attended by most of the families, parents and grandparents.

Transition for the children going to School in September 2022 was effective and teachers from Devoran, Perran-ar-worthal and Kea School came to visit the children in the setting.

Staff

Staff include an Early Years Professional and 2 Qualified Teachers.

All staff attend training and development courses (this year online via Zoom and Teams meetings).

Staff meetings are held regularly to ensure effective cohesion and continuity.

All staff hold a current Paediatric First Aid Certificate and most of the 7 strong staff team have a Food and Hygiene qualification.

With the restrictions of Covid most training opportunities were moved online, and the Team have strived to keep all qualifications and training up to date – in line with the Government suspensions and allowances. Statutory Guidelines have been met regarding training in Safeguarding Awareness. Other training opportunities are taken to enhance the Learning and Wellbeing of the current cohort of children with a focus on Personal, Emotional and Social development in the wake of Covid lockdowns.

The Pre-school is proud to offer training and placement opportunities to young people in the Community and this year welcomed a D.O.E student in November and a young person doing a Student Placement in the Spring .

Financial Situation

Whilst Cornwall Council's funding has been consistent for children registered with the Pre-school, the Cornwall Council continues to only fund 38 weeks per year. Each year there is a shortfall of one week of funding which the Charity requested the parents support by paying for unfunded hours or making a donation to the Pre-school.

The number of children receiving Government Funding remains similar to last year but it is noted that families are waiting to put children into Pre-school until they are in receipt of funding.

This year the funding per hour for children age 3+ increased by 1 pence / hour

There was minimum funding for increase for children age 2 to £5.36 – remaining below the amount that the Pre-school charges for unfunded hours.

The minimum wage increased by 59 pence per hour to £9.50

The numbers simply do not add up.

The Pre-School increased its charges for non-funded hours in the year.

It also began to offer lunch options five days a week.

Fundraising efforts by staff alongside donations from parents and supporters of the Pre-School helped towards covering some of the ever-increasing running costs.

The Pre-School continues to find itself operating in a landscape of rising costs and the Pre-school is now finding itself stretched to its financial limits. An enormous pressure is being placed on the Pre-School's budget and for the last three years the charity has operated at a significant loss.

Fundraising

This year restrictions were less stringent, and the Pre-School was able to host several fundraising events. The Toffee Apple Stall at Devoran Fireworks was able to return this year. The Pre-school has also had a presence at a number of local village events in the year selling second-hand toys or home-made cakes.

The fundraising proceeds have been used to cover the ongoing costs of staff and operating expenses.

There have been no funds available to renew certain resources. Large equipment and resources previously purchased has been of high quality and durability and so have lasted well but some larger items – particularly outdoor items – are now tiring. Requests are made on Facebook for suitable outdoor materials to be donated by the local Community.

Devoran Pre-School
Charity No 1110868

Approval statement

I report on the financial statements of the Charity for the year ended 31st August 2022 which are set out on pages 5 & 6.

Respective responsibilities of Trustees and Examiners

The Trustees (who are the directors of the company for the purposes of company law) are responsible for the preparation of the accounts.

The Charity's Trustees consider that an audit is not required for this year (under section 43(2) of the Charities Act 1993 (the Act). As amended by s.28 of the Charities Act 2006) and that an independent examination is needed.

it is my responsibility to:

1. examine the accounts under section 43 of the act, as amended);
2. to follow the procedures laid down in the general directions given by the Charity commission (under Section 43(7)(b) of the Act, as amended); and
3. to state whether particular matters have come to my attention.

Basis of Independent Examiners' Statement

An examination includes a review of accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items of disclosures in the accounts, and seeking explanations from the Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a true and fair view' and the report is limited to those matters set out in the statement below.

Independent Examiner's statement

In the course of my examination, no matter has come to my attention:

- 1 which gives me reasonable cause to believe that, in any material respect, the Trustees have not met the requirements to ensure that:
proper accounting records are kept (in accordance with section 41 of the Act); and
accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Act

Whyfield Limited
Ground Floor Building A Green Court
Truro Business Park
Threemilestone
Truro
Cornwall
TR4 9LF

Devoran Pre-School**Charity No 1110868****Statement of Financial Activities for The Year Ended 31st August 2022**

	Unrestricted funds £	Restricted funds £	2022 £	2021 £
Income	105,460.00	-	105,460.00	84,410.00
Total Income	<u>105,460.00</u>	<u>-</u>	<u>105,460.00</u>	<u>84,410.00</u>
Expenditure				
Cost of charitable activities	106,263.00	3,557.00	109,820.00	94,766.00
	<u>106,263.00</u>	<u>3,557.00</u>	<u>109,820.00</u>	<u>94,766.00</u>
Net Income/(Expenditure)	(803.00)	(3,557.00)	(4,360.00)	(10,356.00)
Fund balances brought forward	41,371.00	6,039.00	47,410.00	57,766.00
	<u>41,371.00</u>	<u>6,039.00</u>	<u>47,410.00</u>	<u>57,766.00</u>
Fund balances carries forward	<u>40,568.00</u>	<u>2,482.00</u>	<u>43,050.00</u>	<u>47,410.00</u>

Devoran Pre-School**Charity No 1110868****Receipts and Payments Account for The Year Ended 31st August 2022****Receipts**

	2022	2021
	£	£
2 Voluntary Income	151.00	3,730.00
3 Activities for generating funds	2,663.00	311.00
4 Investment Income	5.00	-
5 Incoming from charitable activities:	-	-
County Council Grant	65,760.00	54,019.00
Pre-School income	30,597.00	20,779.00
Other income	3,617.00	171.00
Other grant income	2,667.00	5,400.00
	<u>105,460.00</u>	<u>84,410.00</u>

Payments

7 Employment costs	86,187.00	76,768.00
Accounting Software	115.00	115.00
Rent & Rates	8,059.00	6,695.00
Materials	1,044.00	2,032.00
Contractors	1,588.00	992.00
Legal Fees	164.00	48.00
Snack expense	792.00	1,182.00
Lunch expense	1,440.00	1,156.00
Training costs	285.00	240.00
Professional fees	622.00	283.00
Governance	-	-
Support costs	5,967.00	5,255.00
	<u>106,263.00</u>	<u>94,766.00</u>

Support costs are allocated accordingly;

Administration	231.00	167.00
Postage & delivery	338.00	324.00
Insurance	630.00	617.00
6 Depreciation	532.00	315.00
Telephone	558.00	574.00
Travel	-	15.00
Housekeeping	933.00	453.00
Utilities	2,375.00	2,109.00
Other costs	370.00	681.00
	<u>5967.00</u>	<u>5255.00</u>

Net income is after charging Depreciation of £532.00

Devoran Pre-School
Charity No 1110868
Statment of Assets & Liabilites at 31st August 2022

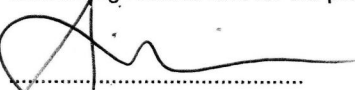
		2022 £	2021 £
Fixed Assets			
Tangible assets	9	1,299.00	833.00
Current Assets	10		
Debtors		154.00	45.00
Cash at bank		42,812.00	47,473.00
		<u>42,966.00</u>	<u>47,518.00</u>
Current Liabilites	11		
Creditors		(639.00)	(365.00)
Accrued Expenses		(576.00)	(576.00)
		<u>(1,215.00)</u>	<u>(941.00)</u>
Net Current Assets		41,751.00	46,577.00
Net Assets	14	<u>43,050.00</u>	<u>47,410.00</u>
Funds	13		
Resticted funds		2,482.00	6,039.00
Unrestricted funds		40,568.00	41,371.00
		<u>43,050.00</u>	<u>47,410.00</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for small entities.

For the year ending 31/08/2022 the charitable company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation on the accounts.



signed on behalf of the Trustees on

Dated 23/02/23

1. Accounting Policies

Basis of Accounting

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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) issued on 16 July 2014 as updated by Update Bulletin 1 issued on 2 February 2016, the Charities Act 2011 and the Companies Act 2006.

The financial statements have been prepared under the historical cost convention.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

Expenditure is accounted for on an accrual basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular activities on a basis

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

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

The unrestricted fund has arisen through general fundraising, unrestricted donations and surpluses from pursuing the charity's objectives. 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. The cost of raising and administering such funds are charged against the specific fund.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Property improvements	20% straight line
Fixtures, fittings and equipment	25% straight line

2. Voluntary Income

	Total 2022	Total 2021
Donations	151.00	3730.00
	151.00	3730.00

3. Activities for generating funds

	Total 2022	Total 2021
Fundraising Events	2663.00	311.00
	2663.00	311.00

4. Investment Income

	Total 2022	Total 2021
Interest from cash deposits	5.00	0.00
	5.00	0.00

5. Incoming resources from charitable activities

	Unrestricted	Restricted	Total 2022	Total 2021
County Council Grant	65,760.00		65,760.00	54,019.00
Pre-School Fees	30,597.00		30,597.00	20,779.00
Pre-School Fees Snack Fees			-	-
Pre-School Extra Fees			-	-
Grant Income	2,667.00		2,667.00	5,400.00
Other Income	60.00	3,557.00	3,617.00	171.00
	99,084.00	3,557.00	102,641.00	80,369.00

6. Net Income

Net Income is stated after charging

	2022	2021
Depreciation	£ 532	£ 315

7. Employee's remuneration

The average number of persons employed by the charity during the year was as follows: 9

	2022 9	2021 9
The aggregate payroll costs of these persons were as follows:		
Wages & Salaries	2022 £86,187	2021 £76,768

No employee received emoluments of more than £60,000 during the year

8. Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

9. Tangible Fixed Assets

	Property Improvements	Fixtures fittings and equipment	Total
	£	£	£
Cost			
At 1 September 2021	3,223.00	18,517.00	21,740.00
Additions	-	998.00	998.00
At 31 August 2022	3,223.00	19,515.00	22,738.00
Depreciation			
At 1 September 2021	3,223.00	17,684.00	20,907.00
Charge for the year	-	532.00	532.00
At 31 August 2022	3,223.00	18,216.00	21,439.00
Net book value:			
At 31 August 2022	1,299.00	1,299.00	1,299.00
At 31 August 2021	833.00	833.00	833.00

10. Debtors

	2022	2021
Trade	154.00	45.00

11. Current Liabilities

Amounts falling due within 1 year

	2022	2021
Accruals- Accounting	576.00	576.00
Trade Creditors	639.00	365.00
	1,215.00	941.00

12. Members' Liability

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

13. Analysis of Funds

	At 1st Sept 2021	Incoming Resources	Resources Expended	At 31st Aug 2022
	£	£	£	£
General Funds				
Unrestricted Income Fund	41,371.00	105,460.00	-106,263.00	40,568.00
Restricted Funds				
Expansion Fund*	1,339.00	-	-998.00	341.00
Graaduate Leader Fund	2,555.00	-	-2,555.00	0.00
Every Child a Talker	1,000.00	-	-	1,000.00
Sustainability Grant	1,141.00	-	-	1,141.00
GLF Staff Training Funding	4.00	-	-4.00	0.00
	<u>6,039.00</u>	<u>-</u>	<u>-4.00</u>	<u>2,482.00</u>
Total Funds	<u>47,410.00</u>	<u>105,460.00</u>	<u>-109,820.00</u>	<u>43,050.00</u>

*Expansion Fund £341.00 fixed assets.

14. Net assets by fund

	Unrestricted funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£
Tangible assets	£ 1,299	£ -	£ 1,299	£ 833
Current assets	£ 40,484	£ 2,482	£ 42,966	£ 47,518
Current Liabilities	-£ 1,215	-	-£ 1,215	-£ 941
Net Assets	<u>£ 40,568</u>	<u>£ 2,482</u>	<u>£ 43,050</u>	<u>£ 47,410</u>