

Charity Registration No. 1128376

Company Registration No. 06565955 (England and Wales)

STRETTON PRE-SCHOOL
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

STRETTON PRE-SCHOOL

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	E G Greenfield H Jefford I Chodzicka C Gray S Ramadan-McGrory C Richardson N Allen (Appointed 20 October 2021)
Secretary	C Richardson
Charity number	1128376
Company number	06565955
Principal address	Amenity Centre Main Street Yaxley Peterborough PE7 3LU
Registered office	Amenity Centre Main Street Yaxley Peterborough PE7 3LU
Independent examiner	Kerry Hilliard ACA FCCA CTA

STRETTON PRE-SCHOOL

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STRETTON PRE-SCHOOL

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006 present their report and accounts for the year ended 31 August 2021.

Stretton Pre-School is a company Limited by Guarantee incorporated in England and Wales at Companies House under company number 06565955 and is also registered with the Charity Commission for England and Wales under registration number 1128376.

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 charity'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

As laid out in its Memorandum of Association, the charity's objects 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 their children through community groups and by:

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

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

The charity has adhered to its objectives in the period under review.

Achievements and performance

Stretton Pre-school continues to provide high quality, affordable childcare to families in Yaxley, Farcet and the surrounding villages. It seeks to build strong community ties with Yaxley village and to promote the experiences enjoyed by the children within its care all opportunities.

This year we started off having a lower intake of children starting in September 2020 and this was mainly due to the COVID-19 pandemic. Parents were not sending their children in to the setting due to the risk and fears however the Local Authority did give settings a one-off protection payment to help support settings that had reduced funding claims.

Due to the pandemic, we as an organisation and industry were put under a lot of pressure to continue to provide childcare in a safe and clean environment while we were facing constraints such as "bubbles", this is where staff and children were asked to keep the same children to reduce the spread of the virus. We were no longer allowing children to attend more than one setting in a week again to reduce the spread risk.

We had a significant amount of children who were off due to families as a household having to isolate with COVID-19. Track and trace was also impacting staffing because if they were tracked and traced they were made to stay home and do a PCR test. When we had staff members test positive we were made to close that room down if they were classed as contacts. The setting paid statutory sick pay to employees isolating at home with COVID-19 symptoms. If we had to cancel children's sessions due to COVID-19, we then refunded any paid sessions.

We received all funding from the Local Authority regardless if the children attended or not, as many families did decide to keep their children at home. All funding was received where applicable for the children including Special Educational Needs. This funding helped to support the payment of staff wages.

In the Autumn term 2020 we made the decision to merge the role of administrator and bookkeeper. We then recruited a new member of staff in November 2020. By merging the role, this helped us to save money on wages costs.

STRETTON PRE-SCHOOL

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

FOR THE YEAR ENDED 31 AUGUST 2021

We also had a new licence agreement with Fourfields Primary School where it was noticed that we were not required to be paying business rates to Huntingdon District Council. This has saved us a further £1,950 per year.

The trustees have not been able to hold their usual fundraising events as per previous years to purchase new equipment to enhance the children's learning. Due to the restrictions of the COVID-19 pandemic families within the community were also being financially impacted due to being furloughed or being made redundant. Instead we tried to help support the families where we could, this was by putting together resource packs, adding activities for the children to do at home, that would not cost money to do.

We are continuing all the time to provide an enriching environment for our children to socialise and learn. We had our last inspection by OFSTED at our Fourfields setting in May 2018 and our Main Street setting was in October 2019, both settings were assessed as good and we still strive and seek ways to achieve an outstanding and maintain our Good rating. Copies of these reports are available from the OFSTED website.

Financial review

The trustees consider the financial performance of the charity for the year under review to be satisfactory.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

Stretton Pre-School is registered as a company limited by guarantee (without share capital), company number 06565955 and registered as a charity, charity number 1128376. Its governing instrument is its memorandum and articles of association.

The charity's trustees are also the directors for the purposes of the Companies Act.

A management committee administers the charity. The committee members comprise the charity's trustees. The trustees are elected or appointed at committee meetings held during the period, with the officers being elected first. The trustees meet at least three times per period with every effort made to hold a meeting on a six weekly basis.

Members of the Management Committee are elected or appointed on an annual basis, with the officers being elected from the membership of the Management Committee.

Stretton Pre-School has neither custodian nor corporate trustees.

Stretton Pre-School is a member of the Pre-School Learning Alliance.

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

E G Greenfield

C A Griggs

(Resigned 22 October 2021)

H Jefford

I Chodzicka

C Gray

S Labassi

(Resigned 20 October 2021)

S Ramadan-McGrory

C Richardson

N Allen

(Appointed 20 October 2021)

STRETTON PRE-SCHOOL

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 AUGUST 2021

Trustees are recruited after due procedure and induction training is provided.

None of the trustees have any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

There were no transactions with related parties in the period under review.

Statement of trustees' responsibilities

The trustees, who are also the directors of Stretton Pre-School for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, 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 accounts on the going concern basis unless it is inappropriate to presume that the charity 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 charity and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

.....E. Greenfield

E G Greenfield

Trustee

Dated:1/4/2022

STRETTON PRE-SCHOOL

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF STRETTON PRE-SCHOOL

I report to the trustees on my examination of the financial statements of Stretton Pre-School (the charity) for the year ended 31 August 2021.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity 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 the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.



Kerry Hilliard ACA FCCA CTA

Institute of Chartered Accountants In England and Wales

Stephenson Smart & Co
36 Tyndall Court
Lynchwood
Peterborough
PE2 6LR

Dated:

21 April 2022.

STRETTON PRE-SCHOOL

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Total 2020 £
<u>Income from:</u>					
Charitable activities	3	384,951	44,475	429,426	390,611
Investments	4	14	-	14	368
Total income		384,965	44,475	429,440	390,979
<u>Expenditure on:</u>					
Raising funds	5	-	-	-	40
Charitable activities	6	267,359	44,413	311,772	393,212
Total resources expended		267,359	44,413	311,772	393,252
Net income/(expenditure) for the year/ Net movement in funds		117,606	62	117,668	(2,273)
Fund balances at 1 September 2020		128,527	3,257	131,784	134,057
Fund balances at 31 August 2021		246,133	3,319	249,452	131,784

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

STRETTON PRE-SCHOOL

BALANCE SHEET

AS AT 31 AUGUST 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	10		2,137		570
Current assets					
Debtors	11	11,680		13,835	
Cash at bank and in hand		237,099		123,204	
		<u>248,779</u>		<u>137,039</u>	
Creditors: amounts falling due within one year	12	<u>(1,464)</u>		<u>(5,825)</u>	
Net current assets			247,315		131,214
Total assets less current liabilities			<u>249,452</u>		<u>131,784</u>
Income funds					
Restricted funds	13		3,319		3,257
Unrestricted funds			246,133		128,527
			<u>249,452</u>		<u>131,784</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2021.

The directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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 1/4/2022

E. Greenfield
E G Greenfield
Trustee

H. Jefford
H Jefford
Trustee

Company Registration No. 06565955

STRETTON PRE-SCHOOL

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

Charity information

Stretton Pre-School is a private company limited by guarantee incorporated in England and Wales. The registered office is Amenity Centre, Main Street, Yaxley, Peterborough, PE7 3LU.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity'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)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

The accounts 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 charity 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 their charitable objectives.

Restricted funds are subject to specific conditions by donors 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.

1.4 Incoming resources

Income is recognised when the charity 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.

Cash donations are recognised on receipt. Other donations are recognised once the charity 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.

Local government grants are recognised when the charitable company is legally entitled to it after any performance conditions have been fulfilled.

1.5 Resources expended

Expenditure is accounted for on an accruals basis.

STRETTON PRE-SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

(Continued)

1.6 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:

Computers	20% reducing balance
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1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible 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).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held at call with banks.

1.9 Financial instruments

The charity 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 charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Basic financial assets and liabilities

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Derecognition of financial liabilities

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

1.10 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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

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

STRETTON PRE-SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

2 Critical accounting estimates and judgements

In the application of the charity'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.

3 Charitable activities

	Grant funding	Fees	Total 2021	Total 2020
	2021	2021		
	£	£	£	£
Fees charged for sessions	-	42,758	42,758	40,940
Local authority funding for sessions	342,193	-	342,193	315,253
Restricted funding	44,475	-	44,475	34,418
	<u>386,668</u>	<u>42,758</u>	<u>429,426</u>	<u>390,611</u>
Analysis by fund				
Unrestricted funds	342,193	42,758	384,951	356,193
Restricted funds	<u>44,475</u>	<u>-</u>	<u>44,475</u>	<u>34,418</u>
	<u>386,668</u>	<u>42,758</u>	<u>429,426</u>	<u>390,611</u>

4 Investments

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Interest receivable	<u>14</u>	<u>368</u>

STRETTON PRE-SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

5 Raising funds

	Total	Unrestricted
	2021	funds
	£	2020
		£
Fundraising costs	-	40
	<u>-</u>	<u>40</u>
	<u>-</u>	<u>40</u>

STRETTON PRE-SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

6 Charitable activities

	Activities undertaken directly 2021 £	Activities undertaken directly 2020 £
Staff costs	244,594	326,492
Depreciation and impairment	536	142
Food & Consumables	4,066	2,905
Sports & Activities	-	900
Office Costs	9,932	7,906
Rent & Rates	31,503	31,854
Maintenance and resources	3,385	3,274
Clothing	362	1,534
Subscriptions	556	658
Travel	-	191
Training & HR	6,075	5,989
Miscellaneous	378	1,744
EYPP	6,017	2,680
DAF	645	1,752
	<u>308,049</u>	<u>388,021</u>
Share of support costs (see note 7)	2,255	3,761
Share of governance costs (see note 7)	1,468	1,430
	<u>311,772</u>	<u>393,212</u>
Analysis by fund		
Unrestricted funds	267,359	360,976
Restricted funds	44,413	32,236
	<u>311,772</u>	<u>393,212</u>

Included in staff costs is expenditure of £37,751 which has been paid out of restricted fund income.

STRETTON PRE-SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

7 Support costs

	Support costs £	Governance costs £	2021 £	2020 £
Payroll costs	2,117	-	2,117	3,611
Bank charges	138	-	138	150
Independent Examiner	-	1,468	1,468	1,430
	<u>2,255</u>	<u>1,468</u>	<u>3,723</u>	<u>5,191</u>
Analysed between Charitable activities	<u>2,255</u>	<u>1,468</u>	<u>3,723</u>	<u>5,191</u>

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or reimbursements during the year.

9 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
	25	28
	<u>25</u>	<u>28</u>
Employment costs	2021 £	2020 £
Wages and salaries	233,190	312,543
Social security costs	5,308	6,698
Other pension costs	6,096	7,251
	<u>244,594</u>	<u>326,492</u>

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

STRETTON PRE-SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

10 Tangible fixed assets

	Computers £
Cost	
At 1 September 2020	1,070
Additions	2,103
	<u>3,173</u>
At 31 August 2021	
Depreciation and impairment	
At 1 September 2020	500
Depreciation charged in the year	536
	<u>1,036</u>
At 31 August 2021	
Carrying amount	
At 31 August 2021	2,137
	<u>570</u>
At 31 August 2020	

11 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	8,205	12,246
Other debtors	1,804	-
Prepayments and accrued income	1,671	1,589
	<u>11,680</u>	<u>13,835</u>

12 Creditors: amounts falling due within one year

	2021 £	2020 £
Other taxation and social security	-	1,113
Trade creditors	-	3,282
Accruals and deferred income	1,464	1,430
	<u>1,464</u>	<u>5,825</u>

STRETTON PRE-SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 September 2020	Movement in funds		Balance at 31 August 2021
	£	Incoming resources	Resources expended	£
EYPP	1,474	6,109	(6,017)	1,566
Special Educational Needs funding	-	29,172	(29,172)	-
Disability Access funding	1,783	615	(645)	1,753
Deprivation funding	-	8,579	(8,579)	-
	<u>3,257</u>	<u>44,475</u>	<u>(44,413)</u>	<u>3,319</u>

EYPP (Early Years Pupil Premium) is a local government grant to help support our most disadvantaged children. Children will qualify if they are 3 or 4 years old, are receiving government-funded early education, and their parents receive benefits used to access eligibility for free school meals.

Special Education Needs inclusion funding is funded by Cambs County Council for children with additional needs.

Disability Access funding is to support children in the setting who have been awarded disability living allowance.

Deprivation funding is funded by Cambs County Council based on parents/carers postcodes, those deemed to be in areas of deprivation are allocated funding.

14 Analysis of net assets between funds

	Unrestricted 2021 £	Restricted 2021 £	Total 2021 £	Total 2020 £
Fund balances at 31 August 2021 are represented by:				
Tangible assets	2,137	-	2,137	570
Current assets/(liabilities)	243,996	3,319	247,315	131,214
	<u>246,133</u>	<u>3,319</u>	<u>249,452</u>	<u>131,784</u>

15 Status

The company is limited by guarantee and does not have a share capital. The directors are members of the company and each member, during his or her membership or within one year afterwards, undertakes to contribute a sum not exceeding £1 to the assets of the company in the event of it being wound up.

STRETTON PRE-SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) ***FOR THE YEAR ENDED 31 AUGUST 2021***

16 Related party transactions

During the academic year, children of three of the trustees of the charity attended the pre-school.