

Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 August 2020
for
The Hollies Pre-School Limited

Nolan James Ltd
Chartered Accountants
Suite 1 Armcon Business Park
London Road South
Poynton
Stockport
Cheshire
SK12 1LQ

The Hollies Pre-School Limited

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for the Year Ended 31 August 2020

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The Hollies Pre-School Limited

Report of the Trustees

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Hollies Pre-School is established 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.

Public benefit

When planning activities for the year the Pre-School has considered the Commission's guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The pre-school holds an Outstanding Ofsted accreditation from 2020 demonstrating its continued commitment to provide a safe and happy environment where children can grow and learn under the guidance and supervision of dedicated and caring staff. The high quality and consistency of teaching benefits predominantly preschool age children from the local area and the pre-school also provides after school care for local children up to the age of 11.

The pre-school encourages children to learn about other cultures through its special link with a primary school in Uganda.

FINANCIAL REVIEW

Reserves policy

It is the policy of the charity to maintain unrestricted funds at a level to meet the unrestricted expenditure for the following twelve months. This would then provide sufficient funds to cover the management, administration and support costs. At the balance sheet date, the charity had unrestricted reserves carried forward of £257,607 (2019: £291,026).

The reserves not invested in tangible fixed assets are needed to meet the working capital requirements of the pre-school. As well as operational income, the charity also has an active fund raising committee which helps to boost the funds available to the charity to invest in its facilities and equipment. In December 2019, the new Rotunda building was officially opened and is a welcome addition to the space available to the children. In addition to this, fund raising events help replace books, toys, games and equipment.

Plans for Future Periods

The charity plans to continue the activities outlined above in the forthcoming years. The board of trustees continue to review and facilitate the necessary improvements and repairs required to the existing buildings and will plan future budgets accordingly.

In the long term funds will be required to deliver a further new building to replace the older facilities on the site. However, due to the recent investment, there is no imminent requirement for significant spend.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

Recruitment and appointment of new trustees

The appointment of trustees is by the board and the requirement is for a minimum of 3 trustees.

The Hollies Pre-School Limited

Report of the Trustees

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The board of trustees have responsibility for all the major decisions of the charity. Beneath the board are three supervisors who take responsibility for the day to day running of the pre-school, two of which cover the pre-education side and one who covers the administrative duties. The staff are made up of both qualified and unqualified pre-school workers.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06256239 (England and Wales)

Registered Charity number

1128799

Registered office

Hazel Badge Road

Poynton

Stockport

Cheshire

SK12 1HE

Trustees

A Gatenby (resigned 28.9.20)

D A Felton Hr Consultant (appointed 2.7.20)

S Horseman Internal Auditor

J Kelly Policeman (resigned 8.7.20)

E M Little Accountant

M Morrison (appointed 28.9.20)

R Whittaker (appointed 28.9.20)

C Wright Hr Consultant (appointed 2.7.20) (resigned 30.9.20)

K Wyart (appointed 28.9.20)

S Carter Accountant

Company Secretary

S Horseman

Independent Examiner

Nolan James Ltd

Chartered Accountants

Suite 1 Armcon Business Park

London Road South

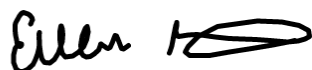
Poynton

Stockport

Cheshire

SK12 1LQ

Approved by order of the board of trustees on 26 May 2021 and signed on its behalf by:



E M Little - Trustee

**Independent Examiner's Report to the Trustees of
The Hollies Pre-School Limited**

Independent examiner's report to the trustees of The Hollies Pre-School Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2020.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Karen L Nolan FCCA
Nolan James Ltd
Chartered Accountants
Suite 1 Armcon Business Park
London Road South
Poynton
Stockport
Cheshire
SK12 1LQ

26 May 2021

The Hollies Pre-School Limited

Statement of Financial Activities
for the Year Ended 31 August 2020

	Notes	31.8.20 Unrestricted fund £	31.8.19 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		1,872	1,748
Charitable activities			
Pre-school care & education		220,140	267,764
Other trading activities	2	2,649	2,984
Investment income	3	206	272
Other income		<u>16,256</u>	<u>-</u>
Total		241,123	272,768
 EXPENDITURE ON			
Raising funds		761	1,366
Charitable activities			
Pre-school care & education		227,523	232,654
Other		<u>46,258</u>	<u>5,666</u>
Total		274,542	239,686
 NET INCOME/(EXPENDITURE)		 (33,419)	 33,082
 RECONCILIATION OF FUNDS			
Total funds brought forward		 291,026	 257,944
 TOTAL FUNDS CARRIED FORWARD		 <u>257,607</u>	 <u>291,026</u>

The notes form part of these financial statements

The Hollies Pre-School Limited

Balance Sheet
31 August 2020

		31.8.20 Unrestricted fund £	31.8.19 Total funds £
	Notes		
FIXED ASSETS			
Tangible assets	8	74,153	61,086
CURRENT ASSETS			
Debtors	9	251	2,091
Cash at bank and in hand		<u>214,722</u>	<u>261,609</u>
		214,973	263,700
CREDITORS			
Amounts falling due within one year	10	(31,519)	(33,760)
		<u> </u>	<u> </u>
NET CURRENT ASSETS		<u>183,454</u>	<u>229,940</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>257,607</u>	<u>291,026</u>
NET ASSETS		<u>257,607</u>	<u>291,026</u>
FUNDS	11		
Unrestricted funds		<u>257,607</u>	<u>291,026</u>
TOTAL FUNDS		<u>257,607</u>	<u>291,026</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2020.

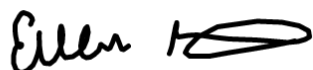
The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 26 May 2021 and were signed on its behalf by:



E M Little - Trustee

The notes form part of these financial statements

The Hollies Pre-School Limited

Notes to the Financial Statements **for the Year Ended 31 August 2020**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Governance costs

Governance costs include the costs of governance arrangements, which relate to the general running of the charity as opposed to the direct management functions. These activities provide the governance infrastructure, which allows the charity to operate, and to generate the information required for public accountability. Expenditure includes direct costs such as audit and legal advice and related support costs.

Tangible fixed assets

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

Short leasehold	- 10% on cost
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance

Taxation

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

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

The Hollies Pre-School Limited

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

1. ACCOUNTING POLICIES - continued

Government grants

Grants received under the Coronavirus Job Retention Scheme to reimburse a proportion of wages costs for certain employees who have been asked to temporarily stop work are recognised within other income when the grant proceeds are receivable.

2. OTHER TRADING ACTIVITIES

	31.8.20	31.8.19
	£	£
Fundraising events	<u>2,649</u>	<u>2,984</u>

3. INVESTMENT INCOME

	31.8.20	31.8.19
	£	£
Deposit account interest	<u>206</u>	<u>272</u>

4. NET INCOME/(EXPENDITURE)

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

	31.8.20	31.8.19
	£	£
Depreciation - owned assets	16,258	5,666
Other operating leases	<u>8,000</u>	<u>8,000</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2020 nor for the year ended 31 August 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2020 nor for the year ended 31 August 2019.

6. STAFF COSTS

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

	31.8.20	31.8.19
Childcare	26	25
Administration	<u>1</u>	<u>1</u>
	<u>27</u>	<u>26</u>

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

The Hollies Pre-School Limited

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	1,748
Charitable activities	
Pre-school care & education	267,764
Other trading activities	2,984
Investment income	<u>272</u>
Total	272,768
 EXPENDITURE ON	
Raising funds	1,366
Charitable activities	
Pre-school care & education	232,654
Other	<u>5,666</u>
Total	<u>239,686</u>
 NET INCOME	33,082
 RECONCILIATION OF FUNDS	
Total funds brought forward	<u>257,944</u>
 TOTAL FUNDS CARRIED FORWARD	<u><u>291,026</u></u>

The Hollies Pre-School Limited

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

8. TANGIBLE FIXED ASSETS

	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 September 2019	81,635	14,900	28,216	124,751
Additions	55,758	2,927	640	59,325
Impairments	(30,000)	-	-	(30,000)
At 31 August 2020	<u>107,393</u>	<u>17,827</u>	<u>28,856</u>	<u>154,076</u>
DEPRECIATION				
At 1 September 2019	39,058	7,603	17,004	63,665
Charge for year	<u>10,739</u>	<u>2,556</u>	<u>2,963</u>	<u>16,258</u>
At 31 August 2020	<u>49,797</u>	<u>10,159</u>	<u>19,967</u>	<u>79,923</u>
NET BOOK VALUE				
At 31 August 2020	<u>57,596</u>	<u>7,668</u>	<u>8,889</u>	<u>74,153</u>
At 31 August 2019	<u>42,577</u>	<u>7,297</u>	<u>11,212</u>	<u>61,086</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.20 £	31.8.19 £
Trade debtors	<u>251</u>	<u>2,091</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.20 £	31.8.19 £
Accrued expenses	<u>31,519</u>	<u>33,760</u>

11. MOVEMENT IN FUNDS

	At 1.9.19 £	Net movement in funds £	At 31.8.20 £
Unrestricted funds			
General fund	291,026	(33,419)	257,607
TOTAL FUNDS	<u>291,026</u>	<u>(33,419)</u>	<u>257,607</u>

The Hollies Pre-School Limited

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

11. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	241,123	(274,542)	(33,419)
TOTAL FUNDS	<u>241,123</u>	<u>(274,542)</u>	<u>(33,419)</u>

Comparatives for movement in funds

	At 1.9.18 £	Net movement in funds £	At 31.8.19 £
Unrestricted funds			
General fund	257,944	33,082	291,026
TOTAL FUNDS	<u>257,944</u>	<u>33,082</u>	<u>291,026</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	272,768	(239,686)	33,082
TOTAL FUNDS	<u>272,768</u>	<u>(239,686)</u>	<u>33,082</u>

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

	At 1.9.18 £	Net movement in funds £	At 31.8.20 £
Unrestricted funds			
General fund	257,944	(337)	257,607
TOTAL FUNDS	<u>257,944</u>	<u>(337)</u>	<u>257,607</u>

The Hollies Pre-School Limited

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

11. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	513,891	(514,228)	(337)
TOTAL FUNDS	<u>513,891</u>	<u>(514,228)</u>	<u>(337)</u>

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 August 2020.

13. AMOUNTS PAID TO INDEPENDENT EXAMINER

During the period payments were made to the independent examiner of £1,800 (2019:£750) for the independent examination of accounts and £4,504 (2019 : £3,126) for payroll & Coronavirus Job Retention Scheme Grant claims.

The Hollies Pre-School Limited

Detailed Statement of Financial Activities

	31.8.20 £	31.8.19 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	1,872	1,748
Other trading activities		
Fundraising events	2,649	2,984
Investment income		
Deposit account interest	206	272
Charitable activities		
Admission fees	131,199	189,401
Support funding	<u>88,941</u>	<u>78,363</u>
	220,140	267,764
Other income		
Job retention scheme grant	<u>16,256</u>	<u>-</u>
Total incoming resources	241,123	272,768
EXPENDITURE		
Other trading activities		
Fundraising events	761	1,366
Charitable activities		
Wages - Childcare	166,965	154,202
Social security	2,358	17,310
Pensions	1,352	1,310
Insurance	3,886	2,853
Light and heat	1,631	1,557
Telephone	2,511	2,123
Postage and stationery	427	749
Advertising	10	-
Sundries	750	648
Books, equipment & materials	1,806	3,602
Repairs & maintenance	8,750	10,275
School dinners	5,546	8,488
Milk	818	1,203
Travel expenses	336	849
Staff uniforms	231	735
Staff training & courses	1,750	2,177
Specialist Teaching	<u>668</u>	<u>835</u>
	199,795	208,916
Other		
Depreciation of tangible fixed assets	16,258	5,666
Carried forward	16,258	5,666

This page does not form part of the statutory financial statements

The Hollies Pre-School Limited

Detailed Statement of Financial Activities

	31.8.20 £	31.8.19 £
Other		
Brought forward	16,258	5,666
Impairment losses for tangible fixed assets	<u>30,000</u>	<u>-</u>
	46,258	5,666
Support costs		
Management		
Wages	11,490	10,721
Other operating leases	<u>8,000</u>	<u>8,000</u>
	19,490	18,721
Governance costs		
Accountancy and legal fees	1,800	750
Accountancy - Payroll costs	4,505	3,102
HR Consultancy fees	180	-
Recruitment fees	1,209	556
Affiliation fees & licences	<u>544</u>	<u>609</u>
	<u>8,238</u>	<u>5,017</u>
Total resources expended	<u>274,542</u>	<u>239,686</u>
Net (expenditure)/income	<u>(33,419)</u>	<u>33,082</u>

This page does not form part of the statutory financial statements