

REGISTERED COMPANY NUMBER: 06256239 (England and Wales)
REGISTERED CHARITY NUMBER: 1128799

Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 August 2022
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 2022

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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 2022. 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

Due to a period of levelling out post pandemic, there was no commitment for any extra spend in 21-22.

As a result of new software acquired this year we can now set budgets from prior year and monitor costs on a higher detail level which wasn't previously possible. This will help senior managers/directors with decision making offering a greater level of visibility.

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 £273,011 (2021: £272,580). 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.

Going concern

There are no material uncertainties about the charity's ability to continue as a going concern.

The Hollies Pre-School Limited

Report of the Trustees

FUTURE PLANS

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.

Due to the current economic climate, we need to be aware of rising labour staff costs/running costs and staff retention to ensure the setting continues to thrive.

We continue to explore the possibility of securing a grant(s) for the setting and have started to probe ways of creating templates to help with grant submission applications.

The charity purchased x3 iPads for the children via monies raised through various fundraising activities, and the children have enjoyed learning and playing with them, more fund-raising events are planned to help contribute and pay for new equipment.

In the shorter-term (next 2-3 years) funds will be required to deliver a further new building(s) to replace the older facilities on the site, unfortunately the units are deteriorating, we need to develop a robust strategy to plan ahead our future finances and co-ordinate this 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.

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

D A Felton Hr Consultant (resigned 27.9.22)

M Morrison Solicitor

K Wyart Healthcare Manager

M G Deignan Finance Director (appointed 1.9.21)

K Scotchford Support Worker (appointed 28.9.21)

K Thornewill Teacher (appointed 28.9.21)

P A Marler (appointed 5.12.22)

The Hollies Pre-School Limited

Report of the Trustees

REFERENCE AND ADMINISTRATIVE DETAILS

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 9 May 2023 and signed on its behalf by:

M Deignan

M G Deignan - 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 2022.

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

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the ****ERROR - relevant professional body must be completed****, 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:

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 Hunter

Karen L Hunter FCCA

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

9 May 2023

The Hollies Pre-School Limited

Statement of Financial Activities
for the Year Ended 31 August 2022

	Notes	31.8.22 Unrestricted fund £	31.8.21 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		4,533	4,206
Charitable activities			
Pre-school care & education		275,374	277,723
Other trading activities	2	886	747
Investment income	3	20	20
Other income		-	6,757
Total		<u>280,813</u>	<u>289,453</u>
 EXPENDITURE ON			
Raising funds		361	346
Charitable activities			
Pre-school care & education		265,529	259,113
Other		14,492	15,021
Total		<u>280,382</u>	<u>274,480</u>
 NET INCOME		431	14,973
 RECONCILIATION OF FUNDS			
Total funds brought forward		272,580	257,607
 TOTAL FUNDS CARRIED FORWARD		<u><u>273,011</u></u>	<u><u>272,580</u></u>

The notes form part of these financial statements

The Hollies Pre-School Limited

Balance Sheet
31 August 2022

	Notes	31.8.22 Unrestricted fund £	31.8.21 Total funds £
FIXED ASSETS			
Tangible assets	9	46,211	59,091
CURRENT ASSETS			
Debtors	10	2,019	815
Cash at bank and in hand		274,789	251,909
		276,808	252,724
CREDITORS			
Amounts falling due within one year	11	(50,008)	(39,235)
NET CURRENT ASSETS		226,800	213,489
TOTAL ASSETS LESS CURRENT LIABILITIES		273,011	272,580
NET ASSETS		273,011	272,580
FUNDS	12		
Unrestricted funds		273,011	272,580
TOTAL FUNDS		273,011	272,580

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2022 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 9 May 2023 and were signed on its behalf by:

M Deignan

M G Deignan - 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 2022**

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
Computer equipment	- 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.

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.

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.

The Hollies Pre-School Limited

Notes to the Financial Statements - continued
for the Year Ended 31 August 2022

2. OTHER TRADING ACTIVITIES

	31.8.22	31.8.21
	£	£
Fundraising events	886	747
	<u> </u>	<u> </u>

3. INVESTMENT INCOME

	31.8.22	31.8.21
	£	£
Deposit account interest	20	20
	<u> </u>	<u> </u>

4. NET INCOME/(EXPENDITURE)

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

	31.8.22	31.8.21
	£	£
Depreciation - owned assets	14,492	15,062
Other operating leases	8,000	8,000
Surplus on disposal of fixed assets	-	(40)
	<u> </u>	<u> </u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2022 nor for the year ended 31 August 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2022 nor for the year ended 31 August 2021.

6. STAFF COSTS

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

	31.8.22	31.8.21
Childcare	28	25
Administration	1	1
	<u> </u>	<u> </u>
	29	26
	<u> </u>	<u> </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 2022

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	4,206
Charitable activities	
Pre-school care & education	277,723
Other trading activities	747
Investment income	20
Other income	6,757
Total	<u>289,453</u>
EXPENDITURE ON	
Raising funds	346
Charitable activities	
Pre-school care & education	259,113
Other	15,021
Total	<u>274,480</u>
NET INCOME	14,973
RECONCILIATION OF FUNDS	
Total funds brought forward	257,607
TOTAL FUNDS CARRIED FORWARD	<u><u>272,580</u></u>

8. DEFERRED INCOME

Grants received from Cheshire East Council for Free Early Years Entitlement (FEEE) which relate to the following financial year are deferred and included within Accrued expenses.

The total income deferred in the current year was £24,140 (2021:£17,641).

The Hollies Pre-School Limited

Notes to the Financial Statements - continued
for the Year Ended 31 August 2022

9. TANGIBLE FIXED ASSETS

	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 September 2021	107,393	17,827	28,856	-	154,076
Additions	-	-	298	1,314	1,612
At 31 August 2022	107,393	17,827	29,154	1,314	155,688
DEPRECIATION					
At 1 September 2021	60,537	12,259	22,189	-	94,985
Charge for year	10,739	1,758	1,667	328	14,492
At 31 August 2022	71,276	14,017	23,856	328	109,477
NET BOOK VALUE					
At 31 August 2022	36,117	3,810	5,298	986	46,211
At 31 August 2021	46,856	5,568	6,667	-	59,091

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.22	31.8.21
	£	£
Trade debtors	2,019	815

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.22	31.8.21
	£	£
Other creditors	411	357
Accrued expenses	49,597	38,878
	50,008	39,235

12. MOVEMENT IN FUNDS

	At 1.9.21 £	Net movement in funds £	At 31.8.22 £
Unrestricted funds			
General fund	272,580	431	273,011
TOTAL FUNDS	272,580	431	273,011

The Hollies Pre-School Limited

Notes to the Financial Statements - continued
for the Year Ended 31 August 2022

12. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	280,813	(280,382)	431
TOTAL FUNDS	<u>280,813</u>	<u>(280,382)</u>	<u>431</u>

Comparatives for movement in funds

	At 1.9.20 £	Net movement in funds £	At 31.8.21 £
Unrestricted funds			
General fund	257,607	14,973	272,580
TOTAL FUNDS	<u>257,607</u>	<u>14,973</u>	<u>272,580</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	289,453	(274,480)	14,973
TOTAL FUNDS	<u>289,453</u>	<u>(274,480)</u>	<u>14,973</u>

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

	At 1.9.20 £	Net movement in funds £	At 31.8.22 £
Unrestricted funds			
General fund	257,607	15,404	273,011
TOTAL FUNDS	<u>257,607</u>	<u>15,404</u>	<u>273,011</u>

The Hollies Pre-School Limited

Notes to the Financial Statements - continued
for the Year Ended 31 August 2022

12. 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	570,266	(554,862)	15,404
TOTAL FUNDS	<u>570,266</u>	<u>(554,862)</u>	<u>15,404</u>

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 August 2022.

14. AMOUNTS PAID TO INDEPENDENT EXAMINER

During the period payments were made to the independent examiner of £2,220 (2021:£1,800) for the independent examination of accounts and £3,639 (2021 : £3,850) for payroll & Coronavirus Job Retention Scheme Grant claims.

The Hollies Pre-School Limited

Detailed Statement of Financial Activities

	31.8.22 £	31.8.21 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	4,533	4,206
Other trading activities		
Fundraising events	886	747
Investment income		
Deposit account interest	20	20
Charitable activities		
Admission fees	175,016	173,106
Support funding	100,358	104,617
	275,374	277,723
Other income		
Job retention scheme grant	-	6,757
Total incoming resources	280,813	289,453
 EXPENDITURE		
Other trading activities		
Fundraising events	361	346
Charitable activities		
Wages - Childcare	189,954	195,408
Social security	3,688	1,766
Pensions	2,017	1,600
Insurance	3,308	3,333
Light and heat	3,183	1,564
Telephone	918	834
Postage and stationery	443	435
Sundries	691	660
Books, equipment & materials	2,686	2,494
Repairs & maintenance	11,030	9,081
School dinners	8,833	6,916
Milk	1,440	1,291
Travel expenses	475	-
Staff uniforms	298	490
Staff training & courses	830	1,885
Computer expenses	880	886
Specialist Teaching	962	-
	231,636	228,643
Other		
Depreciation of tangible fixed assets	14,492	15,061
Carried forward	14,492	15,061

This page does not form part of the statutory financial statements

The Hollies Pre-School Limited

Detailed Statement of Financial Activities

	31.8.22 £	31.8.21 £
Other		
Brought forward	14,492	15,061
Loss on sale of tangible fixed assets	-	(40)
	14,492	15,021
Support costs		
Management		
Wages	14,947	12,871
Other operating leases	8,000	8,000
	22,947	20,871
Finance		
Bank charges	302	-
Governance costs		
Accountancy and legal fees	2,220	1,800
Accountancy - Payroll costs	3,639	3,850
HR Consultancy fees	2,304	2,160
Recruitment fees	79	175
Affiliation fees & licences	2,402	1,614
	10,644	9,599
Total resources expended	280,382	274,480
Net income	431	14,973