

REGISTERED COMPANY NUMBER: 06873377 (England and Wales)
REGISTERED CHARITY NUMBER: 1131945

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

SMART KIDS CHILDCARE
(A company Limited by Guarantee)

FOSTER & CO LTD
CHARTERED ACCOUNTANTS
PRESTON

SMART KIDS CHILDCARE

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FOR THE YEAR ENDED 31 AUGUST 2022

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SMART KIDS CHILDCARE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2022

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 2015).

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 House Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company Number

06873377 (England and Wales)

Registered Office

Bhailok Square
Fulwood
Preston
Lancashire
PR2 8DY

Trustees

Mr R J Hayes	Business & Communications Manager
Mrs L Hayes	Nursery Manager
Mrs S Valli	Community Support Worker

Independent Examiner

Foster & Co Limited
Unit 16 Eastway Business Village
Olivers Place
Fulwood
Preston
Lancashire PR2 9WT

Approved by order of the board of trustees on 24 May 2023 and signed on its behalf by:-

.....
Mrs L Hayes – Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
SMART KIDS CHILDCARE

Independent examiner's report to the trustees of Smart Kids Childcare ('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 (who are also the 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 for this year 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

The company's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the ICAEW.

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

1. accounting records were not kept in accordance with 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 Charities SORP (FRS102).

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.

Miss JK Foster ACA
Foster & Co Limited
Unit 16 Eastway Business Village
Olivers Place
Fulwood, Preston
Lancashire PR2 9WT

24 May 2023

SMART KIDS CHILDCARE
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2022

		2022 Unrestricted <u>Fund</u> £	2021 Total <u>Fund</u> £
	<u>Notes</u>		
<u>INCOME AND ENDOWMENTS FROM</u>			
Donations and legacies	2	369,738	397,904
Investment income	3	-	-
		_____	_____
Total		369,738	397,904
		_____	_____
<u>EXPENDITURE ON</u>			
Raising funds	4	334,537	297,183
<u>Charitable Activities</u>			
Expenses	5	44,887	52,579
		_____	_____
Total		379,424	349,762
		_____	_____
<u>NET EXPENDITURE/INCOME</u>		(9,686)	48,142
<u>RECONCILIATION OF FUNDS</u>			
Total funds brought forward		566,339	518,197
		_____	_____
<u>TOTAL FUNDS CARRIED FORWARD</u>		556,653	566,339
		_____	_____

The notes form part of these financial statements

SMART KIDS CHILDCARE

BALANCE SHEET AS AT 31 AUGUST 2022

	<u>Notes</u>	2022 Unrestricted <u>Fund</u> £	2021 Total <u>Funds</u> £
<u>FIXED ASSETS</u>			
Tangible assets	11	83,896	94,216
<u>CURRENT ASSETS</u>			
Debtors	12	19,184	18,986
Cash at bank		465,282	482,986
		<hr/>	<hr/>
		484,466	501,972
<u>CREDITORS</u>			
Amounts falling due within one year	13	(11,709)	(29,849)
		<hr/>	<hr/>
<u>NET CURRENT ASSETS</u>		472,757	472,123
		<hr/>	<hr/>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		556,653	566,339
		<hr/>	<hr/>
<u>FUNDS</u>			
Unrestricted funds	14	556,653	566,339
		<hr/>	<hr/>
<u>TOTAL FUNDS</u>		556,653	566,339
		<hr/>	<hr/>

The notes form part of these financial statements

SMART KIDS CHILDCARE

BALANCE SHEET – CONTINUED AT 31 AUGUST 2022

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 Section 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 special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 24 May 2023 and were signed on its behalf by:

.....
Mrs L Hayes - Trustee

The notes form part of these financial statements

SMART KIDS CHILDCARE

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 2015)', 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.

The charity has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

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.

Tangible fixed assets

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

- Freehold property - 10% on reducing balance
- Plant and machinery - at variable rates on reducing balance
- Fixtures and fittings - 25% on cost
- Motor vehicles - 25% on cost
- Computer Equipment - 50% on reducing balance

SMART KIDS CHILDCARE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements - continued

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.

2. DONATIONS AND LEGACIES

	<u>2022</u> £	<u>2021</u> £
Fees received	267,991	281,877
Funding	101,747	113,136
JRS Funding	-	2,891
	<hr/>	<hr/>
	369,738	397,904
	<hr/>	<hr/>

Grants received, included in the above, are as follows:

	<u>2022</u> £	<u>2021</u> £
Other grants	101,747	116,027
	<hr/>	<hr/>

SMART KIDS CHILDCARE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

3.	<u>INVESTMENT INCOME</u>	<u>2022</u> £	<u>2021</u> £
	Deposit account interest	-	-
		<hr/>	<hr/>
4.	<u>RAISING FUNDS</u>	<u>2022</u> £	<u>2021</u> £
	<u>Raising donations and legacies</u>		
	Rates and utilities	15,297	7,740
	Insurance	11,829	10,927
	Rent of loan store	27,250	27,250
		<hr/>	<hr/>
		54,376	45,917
		<hr/>	<hr/>
	<u>Other trading activities</u>		
		<u>2022</u> £	<u>2021</u> £
	Trustees' remuneration etc	96123	84,500
	Staff costs	161,960	153,154
	Food and drink	13,301	10,856
	Resources and activities	7,225	1,040
	Staff and children's uniforms	1,552	1,716
		<hr/>	<hr/>
		280,161	251,266
		<hr/>	<hr/>
	Aggregate amounts	334,537	297,183
		<hr/>	<hr/>

SMART KIDS CHILDCARE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

5.	<u>CHARITABLE ACTIVITIES COSTS</u>	Direct	Support Costs	<u>Totals</u>
		<u>Costs</u>	<u>(See note 6)</u>	
		£	£	£
	Expenses	28,709	16,178	44,887
		<hr/>	<hr/>	<hr/>
6.	<u>SUPPORT COSTS</u>	Governance		<u>Totals</u>
		<u>Finance</u>	<u>Costs</u>	
		£	£	£
	Expenses	73	16,105	16,178
		<hr/>	<hr/>	<hr/>
7.	<u>NET (EXPENDITURE)/INCOME</u>		<u>2022</u>	<u>2021</u>
			£	£
	Net (expenditure)/income is stated after charging:			
	Depreciation – owned assets		10,931	15,607
			<hr/>	<hr/>
8.	<u>TRUSTEES' REMUNERATION AND BENEFITS</u>		<u>2022</u>	<u>2021</u>
			£	£
	Trustees' salaries		96,123	84,500
			<hr/>	<hr/>
	<u>Trustees' benefits</u>			
	Trustees received reimbursement for expenses incurred during the year ended 31 August 2022. No benefit arose from the reimbursement.			
9.	<u>STAFF COSTS</u>		<u>2022</u>	<u>2021</u>
			£	£
	Wages and salaries		202,444	212,221
	Social security costs		47,514	16,252
	Other pension costs		8,125	9,181
			<hr/>	<hr/>
			258,083	237,654
			<hr/>	<hr/>

SMART KIDS CHILDCARE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

9. STAFF COSTS (CONTINUED)

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

	<u>2022</u>	<u>2021</u>
	£	£
Employees	13	13
	<hr/>	<hr/>

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

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

Unrestricted
Fund
£

Income and Endowments From

Donations and legacies

369,738

Investment income

-

Total

369,738

Expenditure On

Raising funds

341,350

Charitable activities

Expenses

44,887

Total

379,424

Net Expenditure/Income

(9,686)

RECONCILIATION OF FUNDS

Total funds brought forward

566,339

Total Funds Carried Forward

556,653

SMART KIDS CHILDCARE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

11.	<u>TANGIBLE FIXED ASSETS</u>	<u>Freehold Property</u> £	<u>Plant and Machinery</u> £	<u>Fixtures and Fittings</u> £
	<u>Cost</u>			
	At 1 September 2021	213,484	36,070	26,626
	Additions	-	-	611
	At 31 August 2022	213,484	36,070	27,237
	<u>Depreciation</u>			
	At 1 September 2021	136,637	21,786	23,966
	Charge for year	7,685	1,714	1,108
	At 31 August 2022	144,322	23,500	25,074
	<u>Net Book Value</u>			
	At 31 August 2022	69,162	12,570	2,163
	At 31 August 2021	76,847	14,284	2,660
			<u>Computer Equipment</u> £	<u>Totals</u> £
	<u>Cost</u>			
	At 1 September 2021 and At 31 August 2022		7,757	283,937
	Additions		-	611
	At 31 August 2022		7,757	284,548
	<u>Depreciation</u>			
	At 1 September 2021		7,332	189,721
	Charge for year		424	10,931
	At 31 August 2022		7,756	200,652
	<u>Net Book Value</u>			
	At 31 August 2022		1	83,896
	At 31 August 2021		425	94,216

SMART KIDS CHILDCARE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

12.	<u>DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>	<u>2022</u>	<u>2021</u>
		£	£
	Prepayments	13,625	6,813
	Other debtors	5,559	12,173
		<hr/>	<hr/>
		19,184	18,986
		<hr/>	<hr/>
13.	<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>	<u>2022</u>	<u>2021</u>
		£	£
	Trade creditors	-	922
	Credit card	432	725
	Social security and other taxes	-	4,367
	Other creditors	-	7,109
	Nest pension payments	801	817
	Accrued expenses	10,476	13,535
	Income Received in Advance	-	2,374
		<hr/>	<hr/>
		11,709	29,849
		<hr/>	<hr/>

SMART KIDS CHILDCARE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

14.	<u>MOVEMENT IN FUNDS</u>	Net Movement	
		<u>At 1/9/21</u>	<u>In Funds</u>
		£	£
	<u>Unrestricted Funds</u>		
	General fund	566,339	(9,686)
		_____	_____
	Total Funds	566,339	(9,686)
		_____	_____
	Net movement in funds, included in the above are as follows:		
		<u>Incoming Resources</u>	<u>Resources Expended</u>
		£	£
	<u>Unrestricted Funds</u>		
	General fund	369,738	379,424
		_____	_____
	Total Funds	369,738	379,424
		_____	_____
	<u>Comparatives for movement in funds</u>		
		<u>At 1/9/20</u>	<u>in funds</u>
		£	£
	<u>Unrestricted Funds</u>		
	General fund	518,197	48,142
		_____	_____
	Total Funds	518,197	48,142
		_____	_____
	Comparative net movement in funds, included in the above are as follows:		
		<u>Incoming Resources</u>	<u>Resources Expended</u>
		£	£
	<u>Unrestricted Funds</u>		
	General fund	397,904	349,762
		_____	_____
	Total Funds	397,904	349,762
		_____	_____

SMART KIDS CHILDCARE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

15. RELATED PARTY DISCLOSURES

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

SMART KIDS CHILDCARE

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2022

	<u>2022</u> £	<u>2021</u> £
<u>INCOME AND ENDOWMENTS</u>		
<u>Donations and legacies</u>		
Fees received	267,991	281,877
Funding	101,747	116,027
	<hr/>	<hr/>
	369,738	397,904
<u>Investment income</u>		
Deposit account interest	-	-
	<hr/>	<hr/>
Total incoming resources	369,738	397,904
<u>EXPENDITURE</u>		
<u>Raising donations and legacies</u>		
Rates and utilities	15,297	7,740
Insurance	11,829	10,927
Rent of loan store	27,250	27,250
	<hr/>	<hr/>
	54,376	45,917
<u>Other trading activities</u>		
Trustees' salaries	96,123	84,500
Salaries, wages and NIC	123,304	112,062
Temporary staff	30,531	31,911
Pensions	8,125	9,181
Food and drink	13,301	10,856
Resources and activities	7,225	1,040
Staff and children's uniforms	1,552	1,716
	<hr/>	<hr/>
	280,161	251,266

This page does not form part of the statutory financial statements

SMART KIDS CHILDCARE

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2022

	<u>2022</u>	<u>2021</u>
	£	£
<u>Charitable activities</u>		
Repairs and maintenance	5,187	2,272
Telephone	1,222	1,802
Postage and stationery	2,474	1,226
Advertising	6,119	4,821
Sundry expenses	1,252	1,254
Motor and travelling expenses	6,019	12,663
Trade subscriptions	105	1,741
Registration and CRB fees	919	220
Computer running costs	2,275	2,259
Cleaning and waste disposal	1,913	1,866
Staff training	1,224	912
Bank loan interest	-	799
	<hr/>	<hr/>
	28,709	31,835
 <u>Support Costs</u>		
<u>Finance</u>		
Bank and credit card charges	73	32
 <u>Governance costs</u>		
Accountancy and payroll fees	899	2,297
Consultancy fees	4,275	2,808
Depreciation of tangible fixed assets	10,931	15,607
	<hr/>	<hr/>
	16,105	20,712
	<hr/>	<hr/>
Total resources expended	379,424	349,762
	<hr/>	<hr/>
Net expenditure/income	(9,686)	48,142
	<hr/>	<hr/>

The notes form part of these financial statements