

**REPORT OF THE TRUSTEES AND  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2021  
FOR  
THE LITTLE ARK PRESCHOOL**

McCabe Ford Williams  
Chartered Accountants  
Invicta Business Centre  
Monument Way  
Orbital Park  
Ashford  
Kent  
TN24 0HB

**THE LITTLE ARK PRESCHOOL**

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FOR THE YEAR ENDED 31 JULY 2021**

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**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 JULY 2021**

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 July 2021. 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**

To enhance the development and education of children primarily under statutory school age in particular but not exclusively by:

- i) offering appropriate play, education and care facilities and training courses and by
- ii) creating a happy and caring and inclusive environment in which children can explore and develop and to nurture their self esteem and work alongside parents and prepare them for their transition to school.

**Public benefit**

In carrying out the Charity's objectives the Trustees have had due regard for the guidance issued by the Charity Commission on public benefit.

**ACHIEVEMENT AND PERFORMANCE**

**Charitable activities**

This charitable company was set up on 18 November 2009 and subsequently achieved registered charity status on 15 July 2010.

The charity has continued to strive to meet its objectives which have been assisted by fundraising activities, initiatives and staff training.

An Ofsted inspection was carried out in July 2017 and resulted in a grading of 'Good'. We continue to review our practises in readiness for Ofsted. We are still awaiting our new Ofsted inspection since the new supervisor was appointed in October 2017.

**FINANCIAL REVIEW**

**Overview**

The Little Ark has had another successful year and continues to maintain a good reputation in the local area. The waiting list remains consistently healthy.

The figures for the year show a surplus of £25,356 (2020: £14,664 2019: £16,125).

We have continued to keep our sessions availability higher to maintain our income.

As planned, we have replaced items such as the climbing frame, room dividers, washing machine and dishwasher.

Statutory Training is funded by the Collaboration this year and we hope this will continue in the future ensuring staff are kept up to date with statutory training eg First Aid and Safeguarding. We are looking to increase training for staff on courses like Early Talk Boost.

**COVID-19**

The setting has remained open during lockdowns since reopening on 1st June 2020 and then to key worker children late 2020/2021.

We have only had to close for one week due to a suspected case of COVID-19. We continue to buy PPE as required e.g. antibacterial wipes and spray, aprons, gloves, antibacterial cleaning solution. Risk assessments have been put in place and ways of working have changed, which includes limited parental contact, reduced equipment, removal of soft furnishings and additional cleaning of the setting. We anticipate that much of this will continue when we open in September 2021.

**Reserves policy**

The charity monitors its funds and funding requirements informally on a regular basis and is still looking to adopt a more formal reserves policy.

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 JULY 2021**

**FUTURE PLANS**

One of our members of staff are going on Maternity Leave and we are looking to employ an apprentice. We will also be eligible for Government funding.

We continue to be part of a large collaboration of 27 settings in Ashford, and two of our staff hold key roles within this group (Chair and Treasurer). The group is thriving by sharing good practice.

Next year: The Collaboration are giving each setting up to £1,000 to spend on items to benefit the children in the setting, this should be available from October.

**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 policy of the charity is to appoint trustees from the following positions within the school: Head Teacher, School Governor, Office Manager.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

07079369 (England and Wales)

**Registered Charity number**

1136923

**Registered office**

The Little Ark  
Wesley School Road  
Cuckoo Lane  
Ashford  
Kent  
TN23 5LW

**Trustees**

P G Spragg  
J W N Pearson (resigned 22.1.21)  
Mrs C A Clark  
Miss R S Harrington  
Mrs P M Wood

**Company Secretary**

C Rae

**Independent Examiner**

McCabe Ford Williams  
Chartered Accountants  
Invicta Business Centre  
Monument Way  
Orbital Park  
Ashford  
Kent  
TN24 0HB

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 24 November 2021 and signed on its behalf by:

P G Spragg - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
THE LITTLE ARK PRESCHOOL**

**Independent examiner's report to the trustees of The Little Ark Preschool ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 July 2021.

**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.

Mark C Greenwood FCA  
McCabe Ford Williams  
Chartered Accountants  
Invicta Business Centre  
Monument Way  
Orbital Park  
Ashford  
Kent  
TN24 0HB

24 November 2021

THE LITTLE ARK PRESCHOOL

STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 JULY 2021

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
<b>Charitable activities</b>					
Income from charitable activities		139,031	-	139,031	153,324
Operation of the preschool		1,691	18,770	20,461	-
Other trading activities	2	153	-	153	470
Investment income	3	8	-	8	158
<b>Total</b>		<u>140,883</u>	<u>18,770</u>	<u>159,653</u>	<u>153,952</u>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>					
Operation of the preschool		115,527	18,770	134,297	139,288
<b>NET INCOME</b>		<u>25,356</u>	<u>-</u>	<u>25,356</u>	<u>14,664</u>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		129,862	-	129,862	115,198
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>155,218</u></u>	<u><u>-</u></u>	<u><u>155,218</u></u>	<u><u>129,862</u></u>

The notes form part of these financial statements

**BALANCE SHEET**  
**31 JULY 2021**

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	9	1,199	-	1,199	1,554
<b>CURRENT ASSETS</b>					
Stocks	10	704	-	704	448
Debtors	11	765	-	765	32
Cash at bank and in hand		156,586	-	156,586	130,524
		<u>158,055</u>	<u>-</u>	<u>158,055</u>	<u>131,004</u>
<b>CREDITORS</b>					
Amounts falling due within one year	12	(4,036)	-	(4,036)	(2,696)
<b>NET CURRENT ASSETS</b>		<u>154,019</u>	<u>-</u>	<u>154,019</u>	<u>128,308</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>155,218</u>	<u>-</u>	<u>155,218</u>	<u>129,862</u>
<b>NET ASSETS</b>		<u>155,218</u>	<u>-</u>	<u>155,218</u>	<u>129,862</u>
<b>FUNDS</b>	13				
Unrestricted funds				155,218	129,862
<b>TOTAL FUNDS</b>				<u>155,218</u>	<u>129,862</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- 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 24 November 2021 and were signed on its behalf by:

P G Spragg - Trustee

R S Harrington - Trustee

## THE LITTLE ARK PRESCHOOL

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

#### 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.

##### **Statutory Information**

The Little Ark Preschool is a charitable company, Limited by guarantee and registered in England. The charity's registered number, principal address and nature of operation can be found within the Report of the Trustees.

The accounts are presented in sterling which is the functional currency of the charitable company.

##### **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.

Fixtures, fittings & equipment - 20% on a straight line basis

It is the policy of the Charity to capitalise items that will be used for more than one year. These items are initially recognised at cost.

##### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

##### **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.

##### **Debtors**

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

##### **Creditors**

The charity has creditors which are measured at settlement amounts less any trade discounts.



THE LITTLE ARK PRESCHOOL

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 JULY 2021

2. OTHER TRADING ACTIVITIES

	2021 £	2020 £
Fundraising events	153	470

3. INVESTMENT INCOME

	2021 £	2020 £
Deposit account interest	8	158

4. NET INCOME/(EXPENDITURE)

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

	2021 £	2020 £
Depreciation - owned assets	579	961
Deficit on disposal of fixed assets	385	782

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2021 nor for the year ended 31 July 2020.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 July 2021 nor for the year ended 31 July 2020.

6. STAFF COSTS

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

	2021 13	2020 12
All staff		

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

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
<b>Charitable activities</b>			
Income from charitable activities	133,140	20,184	153,324
Other trading activities	470	-	470
Investment income	158	-	158
<b>Total</b>	<b>133,768</b>	<b>20,184</b>	<b>153,952</b>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Operation of the preschool	119,104	20,184	139,288
<b>NET INCOME</b>	<b>14,664</b>	<b>-</b>	<b>14,664</b>
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	<b>115,198</b>	<b>-</b>	<b>115,198</b>

THE LITTLE ARK PRESCHOOL

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 JULY 2021

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>129,862</u>	<u>-</u>	<u>129,862</u>

8. INDEPENDENT EXAMINERS REMUNERATION

During the year the following fees were incurred for the examination of the accounts.

	2021 £	2020 £
Independent examiner's fees	370	430
Accountancy services fees paid to the independent examiner	710	710

9. TANGIBLE FIXED ASSETS

	Fixtures, fittings & equipment £
<b>COST</b>	
At 1 August 2020	5,602
Additions	809
Disposals	(1,350)
At 31 July 2021	<u>5,061</u>
<b>DEPRECIATION</b>	
At 1 August 2020	4,048
Charge for year	579
Eliminated on disposal	(765)
At 31 July 2021	<u>3,862</u>
<b>NET BOOK VALUE</b>	
At 31 July 2021	<u>1,199</u>
At 31 July 2020	<u>1,554</u>

10. STOCKS

	2021 £	2020 £
Stocks	<u>704</u>	<u>448</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	<u>765</u>	<u>32</u>

THE LITTLE ARK PRESCHOOL

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 JULY 2021

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	1,094	39
Social security and other taxes	292	155
Accruals and deferred income	2,650	2,502
	<u>4,036</u>	<u>2,696</u>

The deferred income is in relation to deposits received for the following school year.

13. MOVEMENT IN FUNDS

	At 1.8.20 £	Net movement in funds £	At 31.7.21 £
<b>Unrestricted funds</b>			
General fund	129,862	25,356	155,218
<b>TOTAL FUNDS</b>	<u>129,862</u>	<u>25,356</u>	<u>155,218</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	140,883	(115,527)	25,356
<b>Restricted funds</b>			
System Leadership Supplement	18,770	(18,770)	-
<b>TOTAL FUNDS</b>	<u>159,653</u>	<u>(134,297)</u>	<u>25,356</u>

Comparatives for movement in funds

	At 1.8.19 £	Net movement in funds £	At 31.7.20 £
<b>Unrestricted funds</b>			
General fund	115,198	14,664	129,862
<b>TOTAL FUNDS</b>	<u>115,198</u>	<u>14,664</u>	<u>129,862</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	133,768	(119,104)	14,664
<b>Restricted funds</b>			
System Leadership Supplement	20,184	(20,184)	-
<b>TOTAL FUNDS</b>	<u>153,952</u>	<u>(139,288)</u>	<u>14,664</u>

**THE LITTLE ARK PRESCHOOL**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 JULY 2021**

**13. MOVEMENT IN FUNDS - continued**

The System Leadership Supplement from Local Government was contributed to the Ashford Early Years Collaboration in accordance with the terms under which this supplement was awarded.

**14. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 July 2021.