

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023
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 2023**

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2023**

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 2023. 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 March 2023 and we were very proud to achieve the grading of 'Outstanding'. We continue to review our practices to ensure that we maintain our standards.

FINANCIAL REVIEW

Overview

The Little Ark has had another successful year and continues to maintain a good reputation in the local area, which has also been boosted by our Ofsted grading. The waiting list remains consistently healthy.

The figures for the year show a surplus of £6,721 (2022: £416).

We continue when possible to keep our sessions availability higher to maintain our income. Increases to fees were implemented from January 2023 and will also be increased again from September 2023 to keep fees in line with other local settings.

We spent £8,000 on resurfacing the balcony area in October.

We employed the Apprentice until January 2023 but unfortunately, she moved to another job with more money. Another 2 staff also resigned for the same reasons. We have employed another 3 new staff to replace them.

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 which will be presented to the Committee in November 2023.

FUTURE PLANS

We continue to be part of a large collaboration of 24 settings in Ashford, and two of our staff still 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 £750 to spend on items to benefit the children in the setting, this should be available from October.

Setting Improvements: We are going to look into improving the storage in the main setting and maybe outside and also to replace flooring in the office area.

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.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

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
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 30 November 2023 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 2023.

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

7 December 2023

THE LITTLE ARK PRESCHOOL

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JULY 2023

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Charitable activities					
Income from charitable activities		146,054	-	146,054	139,185
Operation of the preschool		-	18,697	18,697	19,904
Other trading activities	2	1,189	-	1,189	741
Investment income	3	667	-	667	33
Total		<u>147,910</u>	<u>18,697</u>	<u>166,607</u>	<u>159,863</u>
EXPENDITURE ON					
Charitable activities					
Operation of the preschool		<u>140,967</u>	<u>18,919</u>	<u>159,886</u>	<u>159,447</u>
NET INCOME/(EXPENDITURE)		6,943	(222)	6,721	416
RECONCILIATION OF FUNDS					
Total funds brought forward		154,744	890	155,634	155,218
TOTAL FUNDS CARRIED FORWARD		<u><u>161,687</u></u>	<u><u>668</u></u>	<u><u>162,355</u></u>	<u><u>155,634</u></u>

The notes form part of these financial statements

BALANCE SHEET
31 JULY 2023

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	9	749	668	1,417	1,743
CURRENT ASSETS					
Stocks	10	993	-	993	722
Debtors	11	2,016	-	2,016	623
Cash at bank and in hand		161,405	-	161,405	157,024
		<u>164,414</u>	<u>-</u>	<u>164,414</u>	<u>158,369</u>
CREDITORS					
Amounts falling due within one year	12	(3,476)	-	(3,476)	(4,478)
NET CURRENT ASSETS		<u>160,938</u>	<u>-</u>	<u>160,938</u>	<u>153,891</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>161,687</u>	<u>668</u>	<u>162,355</u>	<u>155,634</u>
NET ASSETS		<u>161,687</u>	<u>668</u>	<u>162,355</u>	<u>155,634</u>
FUNDS	13				
Unrestricted funds				161,687	154,744
Restricted funds				<u>668</u>	<u>890</u>
TOTAL FUNDS				<u>162,355</u>	<u>155,634</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2023 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 30 November 2023 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 2023

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 2023

2. OTHER TRADING ACTIVITIES

	2023	2022
	£	£
Fundraising events	1,189	741

3. INVESTMENT INCOME

	2023	2022
	£	£
Deposit account interest	667	33

4. NET INCOME/(EXPENDITURE)

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

	2023	2022
	£	£
Depreciation - owned assets	628	568

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2023 nor for the year ended 31 July 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 July 2023 nor for the year ended 31 July 2022.

6. STAFF COSTS

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

	2023	2022
	10	12

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

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Charitable activities			
Income from charitable activities	135,676	3,509	139,185
Operation of the preschool	-	19,904	19,904
Other trading activities	741	-	741
Investment income	33	-	33
Total	136,450	23,413	159,863
EXPENDITURE ON			
Charitable activities			
Operation of the preschool	136,924	22,523	159,447
NET INCOME/(EXPENDITURE)	(474)	890	416
RECONCILIATION OF FUNDS			
Total funds brought forward	155,218	-	155,218

THE LITTLE ARK PRESCHOOL

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2023

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
TOTAL FUNDS CARRIED FORWARD	<u>154,744</u>	<u>890</u>	<u>155,634</u>

8. INDEPENDENT EXAMINERS REMUNERATION

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

	2023 £	2022 £
Independent examiner's fees	600	600
Accountancy services fees paid to the independent examiner	900	860

9. TANGIBLE FIXED ASSETS

	Fixtures, fittings & equipment £
COST	
At 1 August 2022	6,173
Additions	302
At 31 July 2023	<u>6,475</u>
DEPRECIATION	
At 1 August 2022	4,430
Charge for year	628
At 31 July 2023	<u>5,058</u>
NET BOOK VALUE	
At 31 July 2023	<u>1,417</u>
At 31 July 2022	<u>1,743</u>

10. STOCKS

	2023 £	2022 £
Stocks	<u>993</u>	<u>722</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	1,416	623
Other debtors	600	-
	<u>2,016</u>	<u>623</u>

THE LITTLE ARK PRESCHOOL

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2023

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade creditors	103	2,980
Social security and other taxes	323	198
Accruals and deferred income	3,050	1,300
	<u>3,476</u>	<u>4,478</u>

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

13. MOVEMENT IN FUNDS

	At 1.8.22 £	Net movement in funds £	At 31.7.23 £
Unrestricted funds			
General fund	154,744	6,943	161,687
Restricted funds			
Contain Outbreak Management Fund	890	(222)	668
TOTAL FUNDS	<u>155,634</u>	<u>6,721</u>	<u>162,355</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	147,910	(140,967)	6,943
Restricted funds			
System Leadership Supplement	18,697	(18,697)	-
Contain Outbreak Management Fund	-	(222)	(222)
	<u>18,697</u>	<u>(18,919)</u>	<u>(222)</u>
TOTAL FUNDS	<u>166,607</u>	<u>(159,886)</u>	<u>6,721</u>

Comparatives for movement in funds

	At 1.8.21 £	Net movement in funds £	At 31.7.22 £
Unrestricted funds			
General fund	155,218	(474)	154,744
Restricted funds			
Contain Outbreak Management Fund	-	890	890
TOTAL FUNDS	<u>155,218</u>	<u>416</u>	<u>155,634</u>

THE LITTLE ARK PRESCHOOL

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2023

13. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	136,450	(136,924)	(474)
Restricted funds			
System Leadership Supplement	19,904	(19,904)	-
Contain Outbreak Management Fund	3,509	(2,619)	890
	<u>23,413</u>	<u>(22,523)</u>	<u>890</u>
TOTAL FUNDS	<u>159,863</u>	<u>(159,447)</u>	<u>416</u>

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.

The Contain Outbreak Management Fund is funding from KCC for initiatives that support proactive containment and intervention measures in relation to COVID-19.

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 July 2023.