

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020
FOR
ROOSE NURSERY**

ROOSE NURSERY

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ROOSE NURSERY

REFERENCE AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31 JULY 2020

TRUSTEES	Mrs S Nicholson Mrs S Biddle Mrs J Redhead
PRINCIPAL ADDRESS	Roose Nursery North Row Barrow-in-Furness Cumbria LA13 0HF
REGISTERED CHARITY NUMBER	1142844
INDEPENDENT EXAMINER	J F Hornby & Co Chartered Accountants The Tower Daltongate Business Centre Daltongate Ulverston Cumbria LA12 7AJ
BANKERS	The Co-operative Bank Business Direct PO Box 250 Skelmersdale WN8 6WT

ROOSE NURSERY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2020

The trustees present their report with the financial statements of the charity for the year ended 31 July 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 aim of the group shall be to serve the local community by offering nursery places to children aged 3 months to 5 years 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 the early years foundation stage curriculum:

(a) Offering appropriate play, education and care facilities, family learning and extended hours groups, together with the right of parents to take responsibility for and to become involved in the activities of such groups, ensuring that such groups offer opportunities for all children whatever their race, culture, religion, means or ability.

(b) Encouraging the study of the needs of such children and their families and promoting public interest in and recognition of such needs in the local areas.

(c) Instigating and adhering to and furthering the aims and objects of the pre-school learning alliance.

The charity is constituted as an unincorporated charity and is controlled by its governing document.

The Nursery serves the local community but does not apply any form of restriction, geographical or otherwise to allow access to its services. The Nursery's educational operations are regulated by Ofsted and Cumbria County Council. The Nursery is currently rated as 'Outstanding' by Ofsted.

Public benefit

The services offered by the Trustees of the Nursery are deemed to be beneficial by their nature and are available to a large section of the public.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

This year has been the hardest year since the Nursery opened in 2011. We have been unable to forecast or predict what each term would bring with regards to staff and children. However, when the Nursery was open, we continued to run successfully and were able to support all the needs that came to light.

The numbers of registered children were at the same levels as any other year, although applications for the year 2021/22 were slow. Since restrictions have eased we have seen an uptake in applications.

The Nursery is currently full and has a substantial waiting list.

A main change to the Nursery setting has been the building of a nursery office. This is used by all members of staff, giving them the opportunity to have a break in a quiet place away from work.

As the Nursery is returning to normal we are aware that COVID has had an impact on child and adult mental health. We are also aware that some of these issues have not been exposed yet and will become more apparent in the coming months.

FINANCIAL REVIEW

Financial position

The financial position of the Nursery is strong. There has been a downward trend in income from Nursery fees and grants in the year due to the impact of Covid-19. Both income streams provide a total income of £292k. Nursery expenses dropped to £235k mainly due to the Nursery being closed for part of the year. However, there was still a net surplus contribution to reserves of £56k.

ROOSE NURSERY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2020

FINANCIAL REVIEW

Reserves policy

Since 2011 we have always worked on the principle that the Nursery has at least 6 months' financial reserve and we will continue to do this.

Any additional money is to support the growth and development of the Nursery setting. Our main target is to create a wellbeing hut which will provide a safe place for children, families and staff as and when needed.

We also plan on developing and equipping a large play area for our 2 year old setting.

We will continue to provide the resources to meet the needs of our children.

Going concern

The purpose of the Nursery's reserve is to provide sufficient protection for the Nursery against changing financial circumstances and to support future business development to enable the Nursery to continue to fulfil its principal purpose. The level of general reserves as reflected in Note 9 to the financial statements is represented by tangible assets and net current assets and is considered sufficient for the Nursery to meet its short to medium term expenditure obligations. The Nursery's cash reserves significantly outweigh its short and long term liabilities.

The Trustees have a reasonable expectation that the Nursery has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

FUTURE PLANS

The main target for the future is to create a wellbeing hut which will provide a safe place for children, families and staff as and when needed.

We also plan on developing and equipping a large play area for our 2 year old setting.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Approved by order of the board of trustees on 12 May 2021 and signed on its behalf by:

Mrs S Nicholson - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ROOSE NURSERY

Independent examiner's report to the trustees of Roose Nursery

I report to the charity trustees on my examination of the accounts of Roose Nursery (the Trust) for the year ended 31 July 2020.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the 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 registered member of Institute of Chartered Accountants in England and Wales which is one of the listed bodies.

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 in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

Mr J F Hornby, FCA
Institute of Chartered Accountants in England and Wales
J F Hornby & Co
Chartered Accountants
The Tower
Daltongate Business Centre
Daltongate
Ulverston
Cumbria
LA12 7AJ

12 May 2021

ROOSE NURSERY

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 JULY 2020

	Notes	31.7.20 Unrestricted fund £	31.7.19 Total funds £
INCOME AND ENDOWMENTS FROM			
Charitable activities			
Nursery		295,535	314,522
Investment income	2	470	98
Total		296,005	314,620
 EXPENDITURE ON			
Charitable activities			
Nursery		239,790	252,000
NET INCOME		56,215	62,620
 RECONCILIATION OF FUNDS			
Total funds brought forward		130,295	67,675
TOTAL FUNDS CARRIED FORWARD		186,510	130,295

The notes form part of these financial statements

ROOSE NURSERY

BALANCE SHEET 31 JULY 2020

	Notes	31.7.20 Unrestricted fund £	31.7.19 Total funds £
FIXED ASSETS			
Tangible assets	6	12,072	-
CURRENT ASSETS			
Debtors	7	3,156	-
Cash in hand		173,773	130,295
		<hr/>	<hr/>
		176,929	130,295
CREDITORS			
Amounts falling due within one year	8	(2,491)	-
		<hr/>	<hr/>
NET CURRENT ASSETS		174,438	130,295
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		186,510	130,295
		<hr/>	<hr/>
NET ASSETS		186,510	130,295
		<hr/>	<hr/>
FUNDS	9		
Unrestricted funds		186,510	130,295
		<hr/>	<hr/>
TOTAL FUNDS		186,510	130,295
		<hr/>	<hr/>

The financial statements were approved by the Board of Trustees and authorised for issue on 12 May 2021 and were signed on its behalf by:

Mrs S Nicholson - Trustee

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 Charities Act 2011. 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.

Tangible fixed assets

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

Improvements to property	- 20% on cost
Plant and machinery	- 20% on cost

Taxation

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

Change of accounting policies.

The financial statements have, from 1 August 2019 been prepared on an accruals basis. The turnover being in excess of £250,000. The comparative figures for the previous year are on the receipts and payments basis.

ROOSE NURSERY

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 JULY 2020

2. INVESTMENT INCOME

	31.7.20	31.7.19
	£	£
Deposit account interest	470	98
	<u>470</u>	<u>98</u>

3. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

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

4. STAFF COSTS

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

	31.7.20	31.7.19
Nursery Staff	15	15
Manager	2	2
	<u>17</u>	<u>17</u>

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

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Charitable activities	
Nursery	314,522
Investment income	98
Total	<u>314,620</u>
EXPENDITURE ON	
Charitable activities	
Nursery	252,000
NET INCOME	<u>62,620</u>
RECONCILIATION OF FUNDS	
Total funds brought forward	<u>67,675</u>
TOTAL FUNDS CARRIED FORWARD	<u>130,295</u>

ROOSE NURSERY

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 JULY 2020

6. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Totals £
COST			
Additions	13,366	1,724	15,090
DEPRECIATION			
Charge for year	2,673	345	3,018
NET BOOK VALUE			
At 31 July 2020	10,693	1,379	12,072
At 31 July 2019	-	-	-

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.7.20 £	31.7.19 £
Trade debtors	3,156	-

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.7.20 £	31.7.19 £
Other creditors	2,491	-

9. MOVEMENT IN FUNDS

	At 1.8.19 £	Net movement in funds £	At 31.7.20 £
Unrestricted funds			
General fund	130,295	56,215	186,510
TOTAL FUNDS	130,295	56,215	186,510

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	296,005	(239,790)	56,215
TOTAL FUNDS	296,005	(239,790)	56,215

ROOSE NURSERY

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 JULY 2020

9. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.8.18 £	Net movement in funds £	At 31.7.19 £
Unrestricted funds			
General fund	67,675	62,620	130,295
TOTAL FUNDS	<u>67,675</u>	<u>62,620</u>	<u>130,295</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	314,620	(252,000)	62,620
TOTAL FUNDS	<u>314,620</u>	<u>(252,000)</u>	<u>62,620</u>

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

	At 1.8.18 £	Net movement in funds £	At 31.7.20 £
Unrestricted funds			
General fund	67,675	118,835	186,510
TOTAL FUNDS	<u>67,675</u>	<u>118,835</u>	<u>186,510</u>

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	610,625	(491,790)	118,835
TOTAL FUNDS	<u>610,625</u>	<u>(491,790)</u>	<u>118,835</u>

ROOSE NURSERY

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2020**

10. RELATED PARTY DISCLOSURES

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

ROOSE NURSERY

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 JULY 2020

	31.7.20 £	31.7.19 £
INCOME AND ENDOWMENTS		
Investment income		
Deposit account interest	470	98
Charitable activities		
Fees	99,106	155,841
Grants	196,429	158,681
	<hr/>	<hr/>
	295,535	314,522
	<hr/>	<hr/>
Total incoming resources	296,005	314,620
 EXPENDITURE		
Support costs		
Management		
Wages	191,673	195,915
Social security	4,036	-
Pensions	4,887	-
Insurance	1,610	-
Telephone	334	-
Advertising	378	-
Sundries	287	-
Rent	-	24,981
School lunches	5,958	-
Repairs and maintenance	1,411	-
Membership and subscriptions	1,492	-
Health and safety	42	-
Resources	13,349	31,104
Trips	745	-
Uniforms	627	-
Training	757	-
Computer expenses	7,406	-
	<hr/>	<hr/>
	234,992	252,000
 Finance		
Improvements to property	2,673	-
Plant and machinery	345	-
	<hr/>	<hr/>
	3,018	-
 Governance costs		
Accountancy and legal fees	1,780	-
	<hr/>	<hr/>
Total resources expended	239,790	252,000
	<hr/>	<hr/>
Net income	56,215	62,620
	<hr/>	<hr/>

This page does not form part of the statutory financial statements