

REGISTERED COMPANY NUMBER: 07422642 (England and Wales)
REGISTERED CHARITY NUMBER: 1142850

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020
FOR
THE TREE HOUSE CHILDREN'S CENTRE**

Dexter & Sharpe
Chartered Certified Accountants
Rolleston House
20-22 Bridge Street
Horncastle
Lincolnshire
LN9 5HZ

THE TREE HOUSE CHILDREN'S CENTRE
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020

	Page
Report of the Trustees	1 to 8
Independent Examiner's Report	9
Statement of Financial Activities	10
Balance Sheet	11
Notes to the Financial Statements	12 to 16
Detailed Statement of Financial Activities	17

THE TREE HOUSE CHILDREN'S CENTRE

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 OCTOBER 2020**

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 October 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

- a) To provide the necessary facilities for the daily care, recreation, development and education of children aged from six weeks old.
- b) To advance the education and training of the persons in the provision of such care, education, development and recreational facilities.

THE TREE HOUSE CHILDREN'S CENTRE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020

Occupancy

Occupancy has been quite steady throughout the year considering the impact of Covid, by July 2020 all children on our registers apart from 5 children had all returned back to the setting (these were all children who were going to school in September). During the lockdown periods where care was allowed to be delivered to all children, we continued to have a significant amount of interest from new parents and have had new starters consistently throughout the year.

In comparison to many settings The Tree House has done exceptionally well to maintain occupancy and to be financially sustainable given the circumstances with very little financial support from outside agencies. Other than fees, EYE funding and a rent-free period given by our landlord The Gregory Croft Trust, there have been no other sources of income.

The months from June to the end of August were particularly busy both within the nursery and the kids club. During the lockdown period where children could not attend the setting who were entitled to their Early Years Entitlement, we made a decision to bank these hours so these could be used at a later date throughout the summer (there was no requirement to do so and we were aware other settings were not doing so for a variety of reasons). The biggest reason we felt we needed to do this was for our children who had missed out on so much play and learning opportunities with their peers and for many children this was a significant amount of time, which ultimately could have an impact on children's overall development. In addition to this we had a high percentage of school leavers in this group who would be going to school in September 2020 and more than ever they needed to be as school ready as they could be under the challenging circumstances. And not forgetting our parents who have struggled financially, where their incomes have been affected due to being furloughed etc, providing this opportunity also provided support to our parents to help alleviate some financial pressure which comes with childcare costs.

It was so lovely to watch the children have this extra time in the months before going to school and the children who would not normally be in the during the summer holidays be able to attend giving them the much-needed boost to their self-esteem and confidence. But most of all to see them have the pleasure and joy of being with their friends playing, having some normality after spending so much time at home especially for some who had not had the opportunity to be around other children at all for several months.

The Tree House as always is as accommodating as it can be to all its parents taking into account their individual circumstances. Throughout the last year April 2020 - April 2021 occupancy has been steady there have been little fluctuations due to changes in circumstances, which were predominantly Covid related which resulted in a small percentage of children having short periods of absences. (These were periods where fees were not charged as parents were either on reduced income or not working at all)

Number of Children on Register at April 2021

Overall, in comparison to last years occupancy, there is only a small drop, however this year there are children who do more hours and there has been a significant increase in children attending all year round, each year the number of children attending term time only has continued to drop.

Room	Number on Register	Term Time Only	All Year Round
Little People 3-5 years	19	1	18
Small People 2-3 years	11	1	10
Tiny People 0-2 years	11	3	8

Tiny People (0-2 years) - This room in comparison to last year has seen an increase in occupancy. In line with the Tree House ethos, we aim to have no more than 6 children in this room at any one time. However, we have over the last year seen a big increase of interest for the baby room where we are going to have to make provision on some days to have up to 9 children to accommodate the needs of our parents in the near future. This will ensure there continues to be children filtering through all of the rooms.

Current Occupancy - April 2021

Monday - 4/5

Tuesday - 6/7

Wednesday - 6

Thursday - 6

Friday - 6

THE TREE HOUSE CHILDREN'S CENTRE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020

Small People (2-3 years) - Currently occupancy has increased in comparison to the previous year, this is due to children moving up from the tiny people's room and having a higher number of children under the age of two years which we allowed to move up to the small room earlier as they were developmentally ready. In the small people's room, we aim to have around 8 children maximum, however will allow up to 10 if parents have a change in circumstances so we can accommodate these needs.

Current Occupancy - April 2021

Monday - 8

Tuesday - 8

Wednesday - 7

Thursday - 8

Friday - 5

Little People (3-5 years) - This room continues to maintain good occupancy levels consistently throughout the year considering we had a very big group of children leave to go to school. The gap left from the school leavers was soon filled with a proportion of children moving up from the small people's room as well as children starting when they could access their free Early Years Entitlement. Even though we aim to only have a maximum of 12 children in the room at any one time in line with the Tree House ethos on some days we have had to exceed this amount to be able to accommodate our parent's needs.

Current Occupancy - April 2021

Monday - 13

Tuesday - 12

Wednesday - 15

Thursday - 15

Friday - 13

Kids Club - Kids club occupancy has varied greatly and we were unable to provide kids club during the February half term due to a several reason including significant staff shortage and having a third of our work force on maternity leave! Recruiting staff is always a challenge and we could not fill the staff shortage and decided at this point with the unpredictability of covid and the stricter guidelines needed to be implemented for school age children at this time we could not safely provide a kids club.

During the following kids club periods we provided a reduced service as we wanted to provide our loyal parents with at least some form of care that they could benefit from and also providing the children with a sense of freedom, reform friendships and have some escapism from the pressures of the outside world the pandemic had created.

The kids club is predominantly made up of children who have been at the Tree House, however we are seeing an increase of children attending that have not been at the Tree House as pre-school children. We always offer existing users first refusal on spaces; we could provide a bigger kids club if we had provision and more staffing as there is a big demand which we cannot meet and are always turning parents away.

Average Occupancy - April Holiday Club 2021

We only operated on a reduced service Tuesday and Thursday only. Parents had to book both days with the minimum of 12 hours to ensure it was cost effective.

Monday - Not open

Tuesday - 15

Wednesday - Not open

Thursday - 15

Friday - Not open

Average Occupancy - Summer Holiday Club 2020 (open for a six-week period)

We increased the hours/days provided again with the expectation parents would be required to book a minimum of hours. Compared to last year we saw a significant increase and had 19 children on the register

Monday - Not open

Tuesday - 9

Wednesday - 11

Thursday - 11

Friday - 10

Average Occupancy - October Holiday Club 2020

THE TREE HOUSE CHILDREN'S CENTRE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020

During this period, we had 12 children attend throughout this period and as before we offered a reduced service of just four days. In comparison to last year there was nearly the same level of occupancy across the four days compared to the setting being open for five days last year.

Monday - 8

Tuesday - 7

Wednesday - 11

Thursday - 6

Friday - Not open

New Starters - Even though we do not actively advertise other than through our Facebook page and posters within our local communities, the vast majority of our custom comes through word of mouth and recommendations. We are very fortunate to always have a consistent gentle flow of interest in the Tree House with regular visits to look at our setting. Nearly all of parents who visit our setting book a place with us. This is testament to our reputation of the unique ethos and the service we provide. Even with the pandemic we have experienced, we have still had consistent enquiries of parents confirming they wish for their child to have a place within the setting as soon as we are able to accommodate. We have a waiting list in place and parents placing their children onto our waiting list as soon as their pregnancy has been confirmed to ensure they have a place.

Developments at The Tree House

Outside Developments

- Fencing - there has been new fencing erected in the secret garden to make it more secure, the old fence was very worn and became more damaged during stormy weather.
- Campfire Pit - this has been a big highlight of the settings developments and has become a favourite opportunity of the children to get involved in providing a wide range of learning opportunities. The children have enjoyed numerous cooking experiences and we regularly eat our snack and lunch around the campfire. The children get involved in all aspects of constructing the new campfire site.
- Fairy Garden - this area has also been relocated and made much larger making a more defined area, additionally the fairy garden area has a fairy shack and a cooking area. This area was inspired by the children's love of imaginative play and has been a popular area to play engaging with nature in a wide variety of ways.
- Pond - this area continues to flourish and develop expanding on the opportunities the children have at the Tree House, particularly promoting all weather play and learning to respect all natural environments and recognising risks which come with water. We were thrilled to have a boat donated to for our pond area and this has been a popular place to explore come rain or shine.

Staffing

The Tree House Currently has 11 staff that range in experience, qualifications and training.

Manager - Andrea Jackson - Foundation Degree in Early Years (Small People)

Deputy Manager - Jade Bogg - Level 3 (Little People)

Nursery Worker - Nadine Long - Level 3 (Small People)

Nursery Worker - Sarah Bolton - Level 3 (Little People / Tiny People)

Nursery Worker - Sarah Holland - Level 3 (Small People)

Nursery Worker - Sue Campbell - Level 3 (Small People)

Nursery Worker - Suzanne Hooker - Level 3 (Small People)

Nursery Worker - Angie Pountney - Level 2 (Tiny People)

Nursery Worker - Rowena Medlock - Foundation Degree in Early Years (Tiny People)

Nursery Apprentice - Bethany Butler - Working towards and Early Years Qualification

Nursery Cook - Vicky Stanhope-Beresford - Level 3

THE TREE HOUSE CHILDREN'S CENTRE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020

The Tree House is very fortunate to have a committed group of staff who we consider more like a work family, who go above and beyond to ensure the Tree House is the best it can be for the benefit of all our children and their families. Overall, the Tree House have a very good staff turnover, we have had one staff member (Sue) leave during this year due to retirement.

There are difficulties recruiting staff at times, our rural location may be a disadvantage due to no access to public transport. Recruitment of nursery staff appears to be a challenge for all nurseries within our locality.

Nursery staff have continued throughout the year taking part in a vast amount of various training both externally, internally and also within their own time. Management regularly attend management briefings to keep up to date with changes to practice etc and at least one of our designated SENCO's attend all network meetings to keep up to date with any changes etc. All staff within the setting attend a wide variety of training throughout the year to continually keep developing and building our knowledge to ensure we are confident in our roles and children receive the highest standards of care.

Parent Partnership

- It has been really difficult to not be able to invite our parents into the setting to take part in our usual annual events, cancelling the nativity was a real low as this has been a big part of the Tree House celebrations marking the end of the year in a special way. We have done as much as we can to ensure our parents can be included; continuing with our face to face feedback (knowing that the majority of nursery settings were choosing not to do this we decided against this as we felt this would impact negatively on parent relationships and didn't want to become setting when communication is all done through a computer screen), providing all sensible measures are in place we felt it was important to keep maintaining this part of our care and service as positive parent communication is essential in ensuring children's needs are met to the highest standards. Also ensuring parents had the opportunity to speak directly to staff and seek any advice and support as they navigate their way through a 'Covid childhood experience' which can be quite the emotional rollercoaster if you are having to juggle home schooling on top of caring for very young children as well as finding time amongst all of this to work!
- Parent Questionnaires are sent out annually to gain a perspective of parent's views to see what we are doing well and areas we can develop further.
- During the navigation of the pandemic the Government produced a wide range of guidance which our parents have worked alongside with the setting, we have been transparent in our delivery of the guidance which parents have supported and made a challenging time much easier to navigate. From feedback provided, parents have appreciated this approach allowing them to make an informed decision on when they want to access provision ensuring they feel confident in the care their child is receiving without any judgment if they chose to keep their child at home or reduce hours etc.
- Parent Consultations are embedded within the Tree House and staff regularly throughout the year offer parents consultations to discuss their children's progress. Learning journeys are regularly shared throughout the year and parents have been contributing all their lockdown adventures with many anecdotes and beautiful pictures shared. We have continued to carry out consultations face to face in a Covid secure way.
- We are very fortunate to have some lovely parents who contribute to the wellbeing of the setting in various ways, from donating resources, sharing ideas, attending our fundraising events etc.
- We continue to share information with our parents through a variety of ways; emails, face book, newsletters etc.
- We have encouraged parents to share photographs of their children's lockdown adventures and sent our children surprise gifts through the post, a picture exchange event (children left out a picture to be exchanged for a surprise gift) this was very popular and was a lovely opportunity to show children and parents we were thinking of them and here for them in any way possible. Being able to see the children face to face socially distanced also kept nursery their mind for when they returned and enabling parents to speak to staff about any challenges they were facing during the lockdowns.
- Returning back to nursery for some children needed delicate handling and reassurance especially for some who had been with parents for several months not seeing anyone else. As always, the staff went above and beyond planning with parents the best way to reintroduce nursery back into their routines. This was all achieved in the lovely outdoors through simple stay and play sessions where parents could sit in the grounds with their child while their child could freely join in with play gradually not needing the reassurance of having their parents close by building up to their normal nursery routine. Not forgetting nursery resources being borrowed to give children something new to explore to reignite their play and imagination when times were difficult. There were no set rules on how we were maintaining contact and interaction with our children as we felt focusing on wellbeing was more important, taking into account each family as individuals and planning around that enabled all our children to return back to the setting for the many as smoothly as possible.

Community Links

THE TREE HOUSE CHILDREN'S CENTRE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020

The Tree House continues to try and develop this area, there can at times be difficulties to get out into the community due to ensuring there is appropriate staffing to meet the needs of the children, however we have pushed forward with community links as we felt this would be a boost to children's mental wellbeing and providing some happiness and hopefully welcome distractions during the difficult times. We have felt very uplifted with the positives of our community links and feel we have made a lot of progress in this area.

- Unfortunately, we couldn't hold a usual trip due to Covid restrictions, however we made sure we had lots of highlights throughout the year and especially in the last month at the Tree House, with the children leaving to go to school ending their time with a special party day of fun and games with party food for lunch, then going home with a special bag with their learning journey and some special gifts which we chose specifically for each individual child.
- School Links - Previously links have been strong and Teachers usually visit the setting during transitions of our children being prepared to go to school. These schools include Stickney Church of England Primary School, Partney Church of England Aided Primary School, The Eresby School Spilsby, Spilsby Primary School and Marcham-le-Fen Church of England Primary School. We also have strong links with local pre-schools, in particular Stickney Pre-school and Skendleby Playgroup. However, this year we have sadly witnessed a big decline in schools getting in touch which under the circumstances, transitions needed to be focussed on more than ever. We introduced for the first-time school transitional reports which would provide teachers with an insight into the children's characters, interest, strengths and areas for development, along with their assessment outcomes. All parents were provided with a copy also and we had some lovely feedback from parents regarding their children's reports.
- Over the last year we have provided several opportunities for teenagers from Eresby School which has provided valuable opportunities gaining an insight into childcare working within all areas of the setting. Unfortunately due to Covid we have been unable to provide this, however once it is safe to do so this will be resumed.
- The Tree House has provided opportunities for students from other schools and staff from other settings to gain experience of working with other age groups to support their own staff training development.
- We have as always had a great next door neighbour who has continued to help and support the setting particularly regularly cutting the grass for a fraction of the price we would have to pay another company. However our neighbour has now moved on so we are now having to cut the grass ourselves. Our new neighbours are very friendly and we have already developed good relationships with plans to replace the fence together between our properties sharing the cost. They have gifted the children two big benches which the children use in a wide variety of ways outside. In addition to this they also gifted us lots of very large logs which we were able to create a big stepping stone area.
- In the last year we have been fortunate to have some businesses help the Tree House with fundraising prizes, resources and also we have had lots of help with donated/discounted materials through L.C.Builders, MKM merchants, Tesco, Co-op etc. This has been testament to our committee going out and raising awareness of the Tree House and all that we do.
- The tree at the front of the nursery has become a community gifting tree during popular celebratory periods. We have had an Easter Egg gifting Tree and also a Halloween trick or treat tree which we have had some lovely feedback from demonstrating gratitude from our parents and the local community.
- A definite highlight was visiting the care home to sing Christmas songs with our children and their residents, building links with the care home has been something we have wanted to do for a long time and this was a great way to start. The children and residents thoroughly enjoyed it and under the circumstances it brought to light the true meaning of community spirit. We also took the residents and care workers some lovely treats. From one key worker to another we wanted them to know we valued everything they were doing in extreme circumstances.

Events

Collette on our committee did a fantastic job of doing a sponsored run raising over £450.00 for the Tree House funds. Unfortunately, we have been unable to hold big fundraising events to raise much needed funds. We did hold an Easter raffle where we raised just over £60.00 and this money was used to by resources for the children in the setting.

We have ensured the Children had a great Christmas with a lovely Christmas dinner and a Christmas party topping this off with a visit from Santa. We shared a Christmas story with Santa, enjoyed Christmas cookies and hot chocolate and all received a special little gift. All done in a Covid secure way the children, as always, being central to everything we do and we wouldn't let the magic of Christmas be sabotaged by Covid. Our children had missed out on so much already.

THE TREE HOUSE CHILDREN'S CENTRE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020

FINANCIAL REVIEW

Financial position

Our financial report shows that fees and Early Years Entitlement Funded Places are still the main source of income for The Tree House, although as expected this has reduced drastically this year due to only being open to key worker children during the first lockdown. Our expenses remained around the same level as staff wages still needed to be paid and cleaning costs increased. We did take advantage of the HMRC JRS grants which were available to us although unfortunately these only covered a small proportion of our furloughed staff costs.

Whilst we have had to use a small proportion of our reserves this year it has enabled us to stay open during each lockdown and support all our key worker families and ensure that all our staff still had jobs to come back to after furlough. We are confident though that now we are back to full occupancy our income levels will recover and we will rebuild our reserves.

FUTURE PLANS

These plans are continuously ongoing:

- Maintenance and Repairs - The Tree House is a big space and many areas are in need of repair and improvements which take time and areas have to be prioritised. The Surrounding fences are ongoing and we are aiming to eventually repair and replace all fencing and ensure all wooded fences and shed etc are treated each year to ensure they are preserved and last a long time (something which has been neglected for several years). We are aiming to come in on some weekends and offer the opportunity for any of our handy parents to join us if they wish.
- Indoor decoration of all areas to freshen up the setting (this has not been done since the setting was opened).
- Set up the new website was a previous aim; however, we have found our Facebook page is more productive and easier to manage. We are aiming to have all policy and procedures accessible on here as well as other files for parents to find useful information.
- Parent Partnership - we are going to provide more opportunities for our parents and their families to benefit from the setting including opening up the setting on a weekend day to provide picnic and play days, pond dipping sessions etc.
- Fundraising - to continue with the small events, however to aim to do one big fundraiser e.g. Summer fête
- Funding / Grants - To look into what funding and grants are available to seek finance for our bigger items that we would like in order to enhance the Tree House e.g., wooden Cabin. However, in order to have a better chance of seeking these funding pots, we need to provide more opportunities to widen our community links as this always seems to be a big criteria factor.
- Providing more opportunities for children to go on outings e.g. would like to take them to the beach and other natural beauty spots and also the pantomime at Christmas.
- Wooden Cabin/ Summer House - To provide a base within the field which can be used by the Kids Club during the holiday periods, providing them with a permanent base which is their own. During non holiday periods this can be used by the little people and would also provide potential opportunities for groups within the community to use.
- To provide more opportunities for outside cooking on the camp fire pit.
- Continue developing links and opportunities with our wider community.
- Continue with more in house training along-side our committee.
- Hopefully securing plans/funding to improve the overall building/windows alongside the Gregory Croft Trust.
- Building links with outside settings particularly with contrasting communities to build our children's knowledge and understanding of the world around them.

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. This means that it is a not-for-profit company and as such does not distribute its profits to members but retains them within the organisation.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07422642 (England and Wales)

Registered Charity number

1142850

Registered office

Gregory Croft House
Fen Road
East Kirkby
Spilsby
Lincolnshire
PE23 4DB

THE TREE HOUSE CHILDREN'S CENTRE

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 OCTOBER 2020

Trustees

E K Moss
Ms H Rutherford (resigned 15.9.2020)
Miss C C Tait
Mrs B Bailey
Mrs A Sweetman
Mrs K E Waterson
Ms K Jacklin
Miss L Farrell (appointed 10.11.2020)

Independent Examiner

Tristan J Russell FCCA
Dexter & Sharpe
Chartered Certified Accountants
Rollestone House
20-22 Bridge Street
Horncastle
Lincolnshire
LN9 5HZ

The committee provide an invaluable support network to the Tree House and between all members there is a wide range of knowledge which is a great asset to the setting. The Committee and staff within the Tree House have great relationships, who all work well together to achieve the same goals. Where there are any concerns or tasks which need to be dealt with the committee can always be called upon to support and assist which ensures the Tree House continues to run as effectively as it does.

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



Mrs K E Waterson - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE TREE HOUSE CHILDREN'S CENTRE**

Independent examiner's report to the trustees of The Tree House Children's Centre ('the Company')
I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 October 2020.

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.



Tristran J Russell FCCA
Dexter & Sharpe
Chartered Certified Accountants
Rollestone House
20-22 Bridge Street
Horncastle
Lincolnshire
LN9 5HZ

24 September 2021

THE TREE HOUSE CHILDREN'S CENTRE

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 OCTOBER 2020**

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Charitable activities					
Children's Centre		127,275	-	127,275	167,808
Other income		10,869	-	10,869	-
Total		138,144	-	138,144	167,808
EXPENDITURE ON					
Raising funds		-	-	-	722
Charitable activities					
Children's Centre		154,101	-	154,101	155,911
Total		154,101	-	154,101	156,633
NET INCOME/(EXPENDITURE)		(15,957)	-	(15,957)	11,175
RECONCILIATION OF FUNDS					
Total funds brought forward		57,806	-	57,806	46,631
TOTAL FUNDS CARRIED FORWARD		41,849	-	41,849	57,806

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

THE TREE HOUSE CHILDREN'S CENTRE

**BALANCE SHEET
31 OCTOBER 2020**

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
FIXED ASSETS					
Tangible assets	6	4,384	-	4,384	5,157
CURRENT ASSETS					
Debtors	7	379	-	379	1,809
Cash at bank and in hand		43,055	-	43,055	55,844
		<u>43,434</u>	<u>-</u>	<u>43,434</u>	<u>57,653</u>
CREDITORS					
Amounts falling due within one year	8	(5,969)	-	(5,969)	(5,004)
NET CURRENT ASSETS		<u>37,465</u>	<u>-</u>	<u>37,465</u>	<u>52,649</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>41,849</u>	<u>-</u>	<u>41,849</u>	<u>57,806</u>
NET ASSETS		<u>41,849</u>	<u>-</u>	<u>41,849</u>	<u>57,806</u>
FUNDS	9				
Unrestricted funds				41,849	57,806
TOTAL FUNDS				<u>41,849</u>	<u>57,806</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2020 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 24 September 2021 and were signed on its behalf by:



K E Waterson - Trustee

THE TREE HOUSE CHILDREN'S CENTRE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2020

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.

Tangible fixed assets

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

Plant and machinery - 15% 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.

2. NET INCOME/(EXPENDITURE)

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

	2020	2019
	£	£
Depreciation - owned assets	773	869
Other operating leases	2,331	4,329
Deficit on disposal of fixed assets	-	979
	<u> </u>	<u> </u>

THE TREE HOUSE CHILDREN'S CENTRE

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

3. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

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

4. STAFF COSTS

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

	2020	2019
Childcare provision	<u>10</u>	<u>11</u>

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

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Charitable activities			
Children's Centre	167,808	-	167,808
EXPENDITURE ON			
Raising funds	722	-	722
Charitable activities			
Children's Centre	155,911	-	155,911
Total	<u>156,633</u>	<u>-</u>	<u>156,633</u>
NET INCOME	<u>11,175</u>	<u>-</u>	<u>11,175</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	46,631	-	46,631
TOTAL FUNDS CARRIED FORWARD	<u><u>57,806</u></u>	<u><u>-</u></u>	<u><u>57,806</u></u>

THE TREE HOUSE CHILDREN'S CENTRE
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2020

6. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST	
At 1 November 2019 and 31 October 2020	<u>14,569</u>
DEPRECIATION	
At 1 November 2019	9,412
Charge for year	773
At 31 October 2020	<u>10,185</u>
NET BOOK VALUE	
At 31 October 2020	<u>4,384</u>
At 31 October 2019	<u>5,157</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade debtors	-	909
Other debtors	379	-
Prepayments	-	900
	<u>379</u>	<u>1,809</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Social security and other taxes	-	153
Pensions	313	-
Accrued expenses	5,656	4,851
	<u>5,969</u>	<u>5,004</u>

9. MOVEMENT IN FUNDS

	At 1.11.19 £	Net movement in funds £	At 31.10.20 £
Unrestricted funds			
General fund	57,806	(15,957)	41,849
TOTAL FUNDS	<u>57,806</u>	<u>(15,957)</u>	<u>41,849</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	138,144	(154,101)	(15,957)
TOTAL FUNDS	<u>138,144</u>	<u>(154,101)</u>	<u>(15,957)</u>

THE TREE HOUSE CHILDREN'S CENTRE

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

9. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.11.18 £	Net movement in funds £	At 31.10.19 £
Unrestricted funds			
General fund	46,631	11,175	57,806
TOTAL FUNDS	<u>46,631</u>	<u>11,175</u>	<u>57,806</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	167,808	(156,633)	11,175
TOTAL FUNDS	<u>167,808</u>	<u>(156,633)</u>	<u>11,175</u>

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

	At 1.11.18 £	Net movement in funds £	At 31.10.20 £
Unrestricted funds			
General fund	46,631	(4,782)	41,849
TOTAL FUNDS	<u>46,631</u>	<u>(4,782)</u>	<u>41,849</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	305,952	(310,734)	(4,782)
TOTAL FUNDS	<u>305,952</u>	<u>(310,734)</u>	<u>(4,782)</u>

THE TREE HOUSE CHILDREN'S CENTRE
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2020

10. RELATED PARTY DISCLOSURES

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

THE TREE HOUSE CHILDREN'S CENTRE
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 OCTOBER 2020

	2020 £	2019 £
INCOME AND ENDOWMENTS		
Charitable activities		
Fees	127,275	167,808
Other income		
HMRC JRS grants	10,869	-
Total incoming resources	138,144	167,808
EXPENDITURE		
Other trading activities		
Bad debts	-	722
Charitable activities		
Wages	123,749	127,814
Pensions	1,329	596
Rent	2,331	4,329
Rates and water	828	1,398
Insurance	900	899
Light and heat	5,065	4,113
Telephone	417	417
Sundries	3,054	2,021
Repairs and office costs	7,023	1,990
Waste and cleaning	1,284	805
Children's resources	492	1,295
Food	4,791	6,073
Fees	255	290
Bank charges	117	117
Training	316	641
Depreciation of tangible fixed assets	774	868
Loss on sale of tangible fixed assets	-	979
	152,725	154,645
Support costs		
Governance costs		
Accountancy, legal and professional fees	1,376	1,266
Total resources expended	154,101	156,633
Net (expenditure)/income	(15,957)	11,175

This page does not form part of the statutory financial statements

