

Company Number: 08139666
Charity Number: 1151208

J.E.TS Centre
(A Company Limited by Guarantee)
Annual Report
&
Financial Statements
For the year ended
31 July 2022

Greater Merseyside Community Accountancy Service
Sefton Council for Voluntary Service
3rd Floor, Suite 3b
Burlington House
Crosby Road North
Waterloo
Liverpool
L22 0LG

J.E.TS Centre

Contents

Pages

3-7	Trustees' Annual Report
8	Independent Examiner's Report
9	Statement of Financial Activities
10-11	Balance Sheet
12-22	Notes to the Financial Statements

J.E.TS Centre Trustee's Annual Report For the year ended 31 July 2022

The trustees, who are also Directors for the purposes of the Companies Act, present their annual report and financial statements of the charity for the year ended 31 July 2022. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard 102 applicable in the UK and Republic of Ireland.

The Charity

J.E.TS Centre is constituted as a company limited by guarantee and not having a share capital. The company is registered in England and Wales No. 08139666. The charity is registered with the Charity Commission No. 1151208. The principal governing document is the Company Memorandum and Articles of Association dated 5th February 2013.

The accounts have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for Charities applying FRS102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

Objectives and Activities

The objects of the charity are to:-

- 1) Provide the necessary facilities for the daily care, recreation and education of children during school, out of school hours and school holidays.
- 2) Benefit the residents of Sefton and the neighbourhood, without distinction of sex, sexual orientation, race or political, religious or other opinions by associating together the said residents and local authorities, voluntary and other organisations in a common effort to advance education and to provide facilities in the interests of social welfare for recreation, leisure time occupation with the objective of improving the conditions of life for the residents.
- 3) Promote such other charitable purposes as may from time to time be determined.

The charity aims to achieve its objects through the provision of childcare facilities through two breakfast / after school clubs and one holiday club for children aged 2-12.

In setting our objectives and planning our activities the trustees have given careful consideration to the Charity Commission's guidance on public benefit.

J.E.TS Centre Trustee's Annual Report For the year ended 31 July 2022

Achievements and Performance

J.E.TS Centre is based in a large detached building in spacious grounds in Waterloo and within the school buildings of St Nicholas Church of England Primary School in Blundellsands and their Church Hall. All are conveniently placed for a number of local schools and supports families from the Waterloo, Crosby, Blundellsands, Thornton, Seaforth and surrounding areas.

We continue to work closely with all the statutory bodies and in particular Sefton CVS to help us develop and improve the services we provide for the local community.

Financial Review

The operational deficit on the general fund during the year was £22,962.

The current year deficit which remains a concern, has arisen due to the ongoing effects of the global pandemic, and its impact on demand for services and our ability to continue to provide adequate support from our staff. With the longer term wider impact and the work from home rules we have seen an impact on numbers attending regularly and where parents were booking for 5 days per week we are seeing this reducing to 3 or 4 days on average. A reduction in central government financing has also had a negative impact on finances and with the loss of the Coronavirus Job Retention Scheme has impacted greatly on our ability to maintain our skilled staff base at levels which will support us recovering back to pre pandemic fee levels.

On closer analysis of the income streams the Trustees, working closely with the Chief Executive Officer, have pinpointed that the Nursery service has been most affected by continuing 'work from home' options for parents. A thorough review of the Nursery provision has been completed with significant structural change implemented which we firmly believe will see the income stream return to surplus. The CEO and Trustees will continue to monitor this regularly as we progress through the current financial year. Additional short term working capital has been made available to ensure the transition period does not hamper the implementation of changes.

Our parent base has remained supportive of the Centre and their ongoing commitment to us has been heartening and given us the confidence to continue with the business and with the changes now implemented see a return to generating a surplus shortly.

We continue to look for additional grant support and are in process of applying for further support from Sefton MBC and a number of other Charitable bodies.

The Trustees are confident that the company will recover from the longer term impact of the Coronavirus and with the strategic changes now in place the Charity will return to generating a surplus and that JET's Centre will continue operating as a going concern.

J.E.TS Centre Trustee's Annual Report For the year ended 31 July 2022

Reference and administrative details

Charity number:	1151208
Company number:	08139666
Registered Office:	J.E.T.S. Centre, Oxford Road, Waterloo, Liverpool. L22 8QF

Our advisors

Independent Examiner:	Anthony Deegan MAAT MICB Pm.Dip
Bankers:	HSBC, 99-101 Lord Street, Liverpool. L2 6PG

Directors and trustees

The directors of the charitable company (the charity) are its trustees for the purposes of charity law. The trustees and officers serving during the year and since the year-end were as follows:

Trustees

Barry Willan
Christopher McGrory
John Erskine

Structure, Governance and Management

Governing Document

J.E.TS Centre is a company limited by guarantee governed by its Memorandum and Articles of Association dated 11th July 2012 as amended on 5th February 2013. It is registered with the Charity Commission. Anyone over the age of 16 can become a member of the Company and there are currently 3 members, each of whom agrees to contribute £10 in the event of the charity winding up.

J.E.TS Centre Trustee's Annual Report For the year ended 31 July 2022

Appointment of trustees

As set out in the Articles of Association the trustees are elected by members of the charitable company attending the Annual General Meeting. The longest service one third of trustees retires each year and is able to offer themselves for re-election.

Organisation

The board of trustees administers the charity. The board normally meets monthly and there are sub-committees covering development, membership, finance and audit which normally meet monthly.

Related parties and co-operation with other organisations

None of the trustees receives remuneration from their work with the charity. One trustee does provide other services to the charity for which they receive benefit. Any connection between a trustee or senior manager of the charity and any client or supplier is disclosed to the full board of trustees in the same way as any other contractual relationship with a related party. In the current year one contractual relation with a related party was reported.

Risk Management

The trustees have a risk management strategy which comprises:

- * an annual review of the principal risks and uncertainties that the charity faces;
- * the establishment of policies, systems and procedures to mitigate those risks identified in the annual review;
- * the implementation of procedures designed to minimise or manage any potential impact on the charity should those risks materialise.

This work has identified that financial sustainability is the major risk for both the charity and the company. A key element in the management of financial risk is a regular review of available liquid funds to settle debts as they fall due, regular liaison with the bank and active management of debtors and creditors balances to ensure sufficient working capital by the charity.

Attention has also been focused on non-financial risks arising from fire, health and safety of clients and food hygiene. These risks are managed by ensuring accreditation is up to date, having robust policies and procedures in place, and regular awareness training for staff working in these operational areas.

J.E.TS Centre Trustee's Annual Report For the year ended 31 July 2022

Trustees' Responsibilities

The trustees, who are also the directors of J.E.TS Centre for the purpose of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

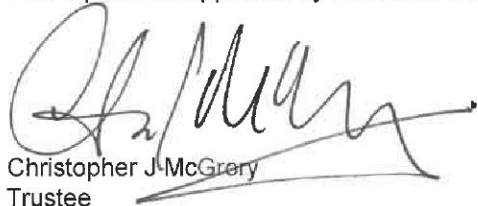
Company law requires the charity trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure of the charitable company for that year. In preparing the financial statements, the trustees are required to:

- 1) Select suitable accounting policies and then apply them consistently;
- 2) Observe the methods and principles on the Charities SORP;
- 3) Make judgements and estimates that are reasonable and prudent;
- 4) State whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 5) Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for the safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

This report was approved by the board of trustees on 2 March 2023 and signed on their behalf.



Christopher J. McGrory
Trustee

Independent Examiner's Report To the trustees of J.E.TS Centre For the year ended 31 July 2022

I report on the charity trustees on my examination of J.E.TS Centre for the year ended 31 July 2022.

Responsibilities and basis of report

As the charity's trustees of J.E.TS Centre (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 J.E.TS Centre 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 am a member of the AAT and I am bound by the code of ethics issued by FRC's Revised Ethical Standard 2016.

Accounts preparation services were provided by Sefton CVS, my employer, and I as examiner have applied the ethical standard to my work.

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 J.E.TS Centre 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 applicable 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.

Anthony Deegan MAAT MICB Pm.Dip
Community Accountant
Sefton Council for Voluntary Service
Burlington House
Crosby Road North
Waterloo
Liverpool
L22 0LG
2 March 2023

J.E.TS Centre

Statement of Financial Activities

(Incorporating Income & Expenditure Account)

For the year ended 31 July 2022

	Note	Unrestricted Funds £	Total 2022 £	Total 2021 £
Income and endowments from:				
Donations and legacies	2	13,915	13,915	55,210
Charitable activities	3	425,064	425,064	275,111
Total income		438,979	438,979	330,321
Expenditure on:				
Charitable activities	4	461,941	461,941	362,700
Total expenditure		461,941	461,941	362,700
Net expenditure		(22,962)	(22,962)	(32,379)
Other recognised gains:				
Net movement in funds		(22,962)	(22,962)	(32,379)
Reconciliation of funds:				
Funds b/fwd		(26,913)	(26,913)	5,466
Funds c/fwd		(49,875)	(49,875)	(26,913)

The Statement of Financial Activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

All income and expenditure derive from continuing activities.

The notes on pages 12 to 22 form part of these financial statements

J.E.TS Centre

Balance Sheet

As at 31 July 2022

Company Number: 08139666

	Note	2022 £	2021 £
Fixed Assets			
Tangible assets	7	20,246	25,307
Current Assets			
Debtors	8	12,975	13,869
Cash at bank and in hand	9	30,023	37,869
		42,998	51,738
Creditors: Amounts falling due within one year	10	74,771	60,686
Net Current Liabilities		(31,773)	(8,948)
Total Assets Less Current Liabilities		(11,527)	16,359
Creditors: Amounts falling due after more than one year	11	(38,348)	(43,272)
Total Net Liabilities		(49,875)	(26,913)
Funds of the charity			
Designated Funds		20,246	25,307
General Fund		(70,121)	(52,220)
Total Unrestricted Funds	12	(49,875)	(26,913)
Total Funds		(49,875)	(26,913)

The notes on pages 12 to 22 form part of these financial statements

J.E.TS Centre Balance Sheet As at 31 July 2022 (cont.)

Company Number: 08139666

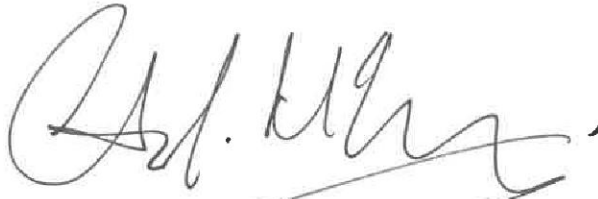
In approving these financial statements as trustees of the company we hereby confirm the following:
For the year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- 1) The members have not required the company to obtain an audit for its accounts for the year in question in accordance with section 476.
- 2) The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The accounts were approved by the board of directors on 2 March 2023.

A handwritten signature in black ink, appearing to read 'C. McGrony', with a long horizontal flourish extending to the right.

Christopher J McGrony, Trustee

J.E.TS Centre

Notes to the Accounts

For the year ended 31 July 2022

1 Accounting Policies

1a Basis of preparation

The financial statements have been prepared in accordance with 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) (as amended for accounting periods commencing 1 January 2016) - (Charities SORP (FRS 102)), and the Companies Act 2006.

J.E.TS Centre meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

The functional currency used by J.E.TS Centre is the £ Sterling.

1b. Preparation of the accounts on a going concern basis

The charitable company has an excess of liabilities over assets. The trustees consider that J.E.TS Centre is a going concern given the continued support of funders. The Bounce Back Loan is repayable over 5 years. The trustees expect the charity to have sufficient funds to meet its liabilities as they fall due.

1c. Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

J.E.TS Centre

Notes to the Accounts (cont.)

For the year ended 31 July 2022

1 Accounting Policies (cont.)

1d. Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Childcare Provision

a) Expenditure on charitable activities includes the costs of staff, premises and other educational activities undertaken to further the purposes of the charity.

b) Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

1e. Funds Accounting

All income and expenditure together with gains and losses are allocated to a specific charitable fund.

Unrestricted funds are available to spend on activities that further any of the purposes of the charity.

Restricted funds are donations which the donor has specified are to be used solely for particular areas of the charity's work or for specific projects being undertaken by the charity. Further details of restricted funds together with their purposes are set out in note .

J.E.TS Centre

Notes to the Accounts (cont.)

For the year ended 31 July 2022

1 Accounting Policies (cont.)

1f. Tangible fixed assets and depreciation

Tangible assets are stated at cost less accumulated depreciation and accumulated impairment losses. cost includes the original purchase price, costs directly attributable to bringing the asset into its working condition for its intended use, dismantling and restoration costs and borrowing costs capitalised.

Plant and machinery and fixtures, fitting, tools, and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

Depreciation is provided at the following annual rates in order to write each asset off over its anticipated useful economic life. A full year's depreciation charge is charged in the year of acquisition and no depreciation is charged in the year of disposal. Depreciation is 20% of net book value.

Subsequent costs are included in the assets carrying amount or recognised as a separate asset, as appropriate, only when it is probable that economic benefits associated with the item will flow to the charitable company and the cost can be measured reliably.

Repairs, maintenance and minor inspection costs are expensed as incurred.

Tangible assets are derecognised on disposal or when no future economic benefits are expected. On disposal, the difference between the net disposal proceeds and the carrying amount is recognised in the Statement of Financial Activities.

1g. Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1h. Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

J.E.TS Centre

Notes to the Accounts (cont.)

For the year ended 31 July 2022

1 Accounting Policies (cont.)

1i. Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

1j. Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

1k. Pension costs

The company operates a defined contribution plan for its eligible employees. A defined contribution plan is a pension plan under which the charity pays fixed contributions into a separate entity. Once the contributions have been paid the charity has no further payment obligations. The contributions are recognised as an expense when they are due. Amounts not paid are shown in creditors or accruals in the balance sheet. The assets of the plan are held separately from the charity in independently administered funds.

2. Donations and Legacies

	2022 £	2021 £
CAF Capital grant	-	5,926
Sefton discretionary grant	10,000	-
HMRC Job retention scheme	3,915	49,284
	<u>13,915</u>	<u>55,210</u>

J.E.TS Centre

Notes to the Accounts (cont.)

For the year ended 31 July 2022

3. Charitable Activity Income

	2022 £	2021 £
Fee income	260,803	166,828
Nursery Education	164,261	108,283
	<u>425,064</u>	<u>275,111</u>

Income from charitable activities has been applied to the following activities:

	2022 £	2021 £
Childcare Provision	425,064	275,111
	<u>425,064</u>	<u>275,111</u>

4. Charitable Activities Expenditure

	Activities Undertaken Directly £	Support Costs £	Total 2022 £	Total 2021 £
Childcare Provision	457,882	4,059	461,941	362,700
	<u>457,882</u>	<u>4,059</u>	<u>461,941</u>	<u>362,700</u>

Support costs relate to administrative expenses.

J.E.TS Centre

Notes to the Accounts (cont.)

For the year ended 31 July 2022

5. Staff Costs

	2022 £	2021 £
Wages and Salaries	346,541	272,946
Social Security costs	13,489	7,354
Pension costs	5,042	3,385
	<u>365,072</u>	<u>283,685</u>

There were no employees who had total remuneration benefits in excess of £60,000 per annum (2021: none).

The trustees received no remuneration during the year (2021: £nil).

The trustees did not receive any expenses during the year (2021: £nil).

6. Net Income for the year

Net income is stated after charging:

	2022 £	2021 £
Depreciation	5,061	6,327
Bank interest payable	<u>1,286</u>	<u>-</u>

J.E.TS Centre

Notes to the Accounts (cont.)

For the year ended 31 July 2022

7. Tangible Fixed Assets

	Fixtures & Equipment £	Total £
Cost / Valuation		
At 1 August 2021	49,765	49,765
At 31 July 2022	49,765	49,765
Depreciation		
At 1 August 2021	24,458	24,458
For the year	5,061	5,061
At 31 July 2022	29,519	29,519
Net Book Amounts		
At 31 July 2022	20,246	20,246
At 31 July 2021	25,307	25,307

8. Debtors

	2022 £	2021 £
Amounts falling due within one year		
Trade debtors	12,975	6,398
Prepayments and accrued income	-	7,471
	12,975	13,869

J.E.TS Centre

Notes to the Accounts (cont.)

For the year ended 31 July 2022

9. Cash at bank and in hand

	2022 £	2021 £
Cash at bank	30,023	37,790
Cash in hand	-	79
	<u>30,023</u>	<u>37,869</u>

10. Creditors: Amounts falling due within one year

	2022 £	2021 £
Bank loans and overdrafts	6,210	6,210
Other creditors	28,561	24,845
Other taxes and social security	28,060	17,726
Directors Loan	11,730	11,730
Accruals and deferred income	210	175
	<u>74,771</u>	<u>60,686</u>

11. Creditors: Amounts falling due after one year

	2022 £	2021 £
Corona virus Bounce Back Loan	38,348	43,272
	<u>38,348</u>	<u>43,272</u>

Amounts payable after more than 5 years and included above are:

Corona virus Bounce Back Loan	13,507	18,431
	<u>13,507</u>	<u>18,431</u>

J.E.TS Centre

Notes to the Accounts (cont.)

For the year ended 31 July 2022

12. Unrestricted Funds

	Balance brought forward 2020 £	Income £	Expenditure £	Transfers between funds £	Balance carried forward 2021 £
General Fund	(16,296)	330,321	(362,700)	(3,545)	(52,220)
Designated Funds					
Fixed Asset Fund	21,762	-	-	3,545	25,307
Total Funds	5,466	330,321	(362,700)	-	(26,913)

	Balance brought forward 2021 £	Income £	Expenditure £	Transfers between funds £	Balance carried forward 2022 £
General Fund	(52,220)	438,979	(461,941)	5,062	(70,120)
Designated Funds					
Fixed Asset Fund	25,307	-	-	(5,062)	20,245
Total Funds	(26,913)	438,979	(461,941)	-	(49,875)

J.E.TS Centre

Notes to the Accounts (cont.)

For the year ended 31 July 2022

13. Analysis of Net Assets

Previous year ended 31 July 2021

	Unrestricted Funds £	Designated Funds £	Total Funds £
Fixed Assets	-	25,307	25,307
Current Assets	51,738	-	51,738
Current Liabilities	(60,686)	-	(60,686)
Long Term Liabilities	(43,272)	-	(43,272)
	<u>(52,220)</u>	<u>25,307</u>	<u>(26,913)</u>

Current year ended 31 July 2022

	Unrestricted Funds £	Designated Funds £	Totals Funds £
Fixed Assets	-	20,246	20,246
Current Assets	42,998	-	42,998
Current Liabilities	(74,771)	-	(74,771)
Long Term Liabilities	(38,348)	-	(38,348)
	<u>(70,121)</u>	<u>20,246</u>	<u>(49,875)</u>

J.E.TS Centre

Notes to the Accounts (cont.)

For the year ended 31 July 2022

14. Comparative Statement of Financial Activities Information

In order to comply with Financial Reporting Standard 102 which requires comparative information to be provided for all amounts, this note provides the necessary disclosure for comparative purposes of the Statement of Financial Activities for the year ended 31 July 2021.

	Unrestricted Fund £	Total Funds £
Income		
Donations and legacies	55,210	55,210
Comparative activities	275,111	275,111
Total income	330,321	330,321
Expenditure on		
Charitable activities	362,700	362,700
	362,700	362,700
Net expenditure	(32,379)	(32,379)
Other Recognised gains:		
Net movement in funds	(32,379)	(32,379)