

REGISTERED COMPANY NUMBER: 07972222 (England and Wales)
REGISTERED CHARITY NUMBER: 1159674

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022
FOR
BRIGHT FUTURES EARLY LEARNING**

Ainsworths Limited
Charter House
Stansfield Street
Nelson
Lancashire
BB9 9XY

BRIGHT FUTURES EARLY LEARNING

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FOR THE YEAR ENDED 31ST MARCH 2022**

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022**

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 31st March 2022. 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 Company is established for the public benefit within the area of Rossendale Lancashire with the following objectives:

- to support the provision of education and the safe care of children under the statutory school age by maintaining and carrying on managing and developing the nursery.
- to advance the education and training in the care and education of children under the school age

Things we do in regards to being a charity are we can be flexible in some such cases as a family struggling regarding fees, a reduction was offered to help this family get back on their feet and back to work, we offer childcare places for Looked After Children to help provide stability and a routine for these children. We are part of an Early Years Team who offer support and training to other settings who may have had a bad inspection and require support to improve on these actions.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

This year has been a milestone year for the charity as we opened our second site in September 2021, which has allowed us to provide outstanding childcare to more than double the number of children that previously benefitted from our service. This second site opened in Bacup, to complement our existing and initial site in Rawtenstall.

FINANCIAL REVIEW

Financial position

The trustees are satisfied that a surplus has been realised in the year of £38,775 (2021: £8,925). The surplus has been generated due to a significant donation received in the year of £50,000, for which the trustees are extremely grateful,

Reserves policy

The trustees calculate free reserves as being the total funds of the charity excluding the net book value of fixed assets and loan finance obtained to acquire those fixed assets.

The free reserves of the charity are currently in deficit due to the second site having been opened in Bacup during the year. The trustees are conscious of this and commit to restoring free reserves in the charity as soon as possible.

FUTURE PLANS

No changes in the charity's operations are anticipated for the foreseeable future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, its memorandum and articles of 1 March 2012, as amended on 20 May 2012 and 4 June 2013, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006. The charity was incorporated on 1 March 2012 (registration number 07972222).

The charity registered with the Charities Commission on 17 December 2014 (registration number 1159674).

Recruitment and appointment of new trustees

New trustees are appointed by existing board members on the basis of the professional and/or personal skills which they are able to offer towards the work of the charity.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07972222 (England and Wales)

Registered Charity number

1159674

Registered office

Calder Road
Rawtenstall
Rossendale
Lancashire
BB4 8HW

Trustees

J M Kirk (resigned 17.11.2021)
K Mychajlyshyn (appointed 15.12.2021)
D J Hampson (appointed 19.7.2021) (resigned 26.9.2021)
S V Charlesworth
R Fielding
G L Nuttall
A Hawksworth
S Varley
A D Dean (appointed 15.12.2021)

Independent Examiner

Michael Heys FCCA ACA
Association of Chartered Certified Accountants
Ainsworths Limited
Charter House
Stansfield Street
Nelson
Lancashire
BB9 9XY

Nursery Manager

Ms A L Carr

Bankers

Lloyds Bank
Church Street
Blackburn
Lancashire
BB2 1JQ

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022**

Approved by order of the board of trustees on 22nd December 2022 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'S V Charlesworth', written in a cursive style.

S V Charlesworth - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF BRIGHT FUTURES EARLY LEARNING

Independent examiner's report to the trustees of Bright Futures Early Learning ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31st March 2022.

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.

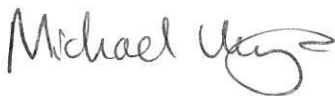
Independent examiner's statement

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 Association of Chartered Certified Accountants which is one of the listed bodies.

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.



Michael Heys FCCA ACA
Association of Chartered Certified Accountants
Ainsworths Limited
Charter House
Stansfield Street
Nelson
Lancashire
BB9 9XY

22nd December 2022

BRIGHT FUTURES EARLY LEARNING**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2022**

		31.3.22	31.3.21
		Unrestricted	Total
		fund	funds
	Notes	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	3	50,494	-
Charitable activities			
Operation of a children's nursery		934,344	471,689
Other trading activities	4	119	125
Investment income	5	12	31
Other income		<u>13,708</u>	<u>83,472</u>
Total		<u>998,677</u>	<u>555,317</u>
EXPENDITURE ON			
Charitable activities			
Operation of a children's nursery	7	<u>959,902</u>	<u>546,392</u>
NET INCOME		38,775	8,925
RECONCILIATION OF FUNDS			
Total funds brought forward		<u>137,087</u>	<u>128,162</u>
TOTAL FUNDS CARRIED FORWARD		<u>175,862</u>	<u>137,087</u>

The notes form part of these financial statements

BALANCE SHEET
31ST MARCH 2022

	Notes	31.3.22 Unrestricted fund £	31.3.21 Total funds £
FIXED ASSETS			
Tangible assets	12	624,034	80,048
CURRENT ASSETS			
Debtors	13	23,353	5,012
Cash at bank and in hand		<u>82,190</u>	<u>172,328</u>
		105,543	177,340
CREDITORS			
Amounts falling due within one year	14	<u>(150,221)</u>	<u>(78,634)</u>
NET CURRENT ASSETS		<u>(44,678)</u>	<u>98,706</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		579,356	178,754
CREDITORS			
Amounts falling due after more than one year	15	<u>(403,494)</u>	<u>(41,667)</u>
NET ASSETS		<u>175,862</u>	<u>137,087</u>
FUNDS	17		
Unrestricted funds		<u>175,862</u>	<u>137,087</u>
TOTAL FUNDS		<u>175,862</u>	<u>137,087</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st March 2022 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.

The notes form part of these financial statements

BALANCE SHEET - continued
31ST MARCH 2022

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 22nd December 2022 and were signed on its behalf by:



S V Charlesworth - Trustee

BRIGHT FUTURES EARLY LEARNING**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2022**

	Notes	31.3.22 £	31.3.21 £
Cash flows from operating activities			
Cash generated from operations	1	131,838	73,411
Interest paid		<u>(8,359)</u>	<u>-</u>
Net cash provided by operating activities		<u>123,479</u>	<u>73,411</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(569,553)	(58,346)
Interest received		<u>12</u>	<u>31</u>
Net cash used in investing activities		<u>(569,541)</u>	<u>(58,315)</u>
Cash flows from financing activities			
New loans in year		366,000	50,000
Loan repayments in year		<u>(10,076)</u>	<u>-</u>
Net cash provided by financing activities		<u>355,924</u>	<u>50,000</u>
Change in cash and cash equivalents in the reporting period			
		(90,138)	65,096
Cash and cash equivalents at the beginning of the reporting period		<u>172,328</u>	<u>107,232</u>
Cash and cash equivalents at the end of the reporting period		<u>82,190</u>	<u>172,328</u>

The notes form part of these financial statements

BRIGHT FUTURES EARLY LEARNING

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2022

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.22 £	31.3.21 £
Net income for the reporting period (as per the Statement of Financial Activities)	38,775	8,925
Adjustments for:		
Depreciation charges	25,567	11,826
Interest received	(12)	(31)
Interest paid	8,359	-
Deferred grant income	33,506	-
Increase in debtors	(18,341)	(2,415)
Increase in creditors	43,984	55,106
Net cash provided by operations	<u>131,838</u>	<u>73,411</u>

2. ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)

	At 1.4.21 £	Cash flow £	At 31.3.22 £
Net cash			
Cash at bank and in hand	<u>172,328</u>	<u>(90,138)</u>	<u>82,190</u>
	<u>172,328</u>	<u>(90,138)</u>	<u>82,190</u>
Debt			
Debts falling due within 1 year	(8,333)	(26,753)	(35,086)
Debts falling due after 1 year	<u>(41,667)</u>	<u>(329,171)</u>	<u>(370,838)</u>
	<u>(50,000)</u>	<u>(355,924)</u>	<u>(405,924)</u>
Total	<u>122,328</u>	<u>(446,062)</u>	<u>(323,734)</u>

The notes form part of these financial statements

1. STATUTORY INFORMATION

Bright Futures Nursery School Limited is a charitable company, limited by guarantee, registered in England and Wales. The charity and company registered numbers and the registered office address can be found on the Company Information page.

2. 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.

Bright Futures Nursery School Limited meets the definition of a public benefit entity under FRS 102.

Significant judgements and estimates

Preparation of the financial statements requires management to make significant judgements and estimates. The main area of estimation is in respect of the useful lives of fixed assets. The depreciation rates used can be identified in the fixed asset accounting policy below.

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.

Support costs are not separately disclosed as the charity only has one activity and all costs are therefore attributable to that one activity.

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	- Over the period of the lease
Fixtures and fittings	- 20% on cost

Assets under construction are not depreciated until they are brought into use.

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

2. ACCOUNTING POLICIES - continued

Fund accounting

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

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.

3. DONATIONS AND LEGACIES

	31.3.22	31.3.21
	£	£
Donations	50,000	-
Grants	494	-
	<u>50,494</u>	<u>-</u>

Grants received, included in the above, are as follows:

	31.3.22	31.3.21
	£	£
Charities Aid Foundation	494	-
	<u>494</u>	<u>-</u>

4. OTHER TRADING ACTIVITIES

	31.3.22	31.3.21
	£	£
Fundraising events	119	125
	<u>119</u>	<u>125</u>

5. INVESTMENT INCOME

	31.3.22	31.3.21
	£	£
Deposit account interest	12	31
	<u>12</u>	<u>31</u>

BRIGHT FUTURES EARLY LEARNING**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022****6. INCOME FROM CHARITABLE ACTIVITIES**

		31.3.22	31.3.21
	Activity	£	£
Fees paid	Operation of a children's nursery	614,156	267,500
Voucher fees	Operation of a children's nursery	320,188	204,189
		<u>934,344</u>	<u>471,689</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £
Operation of a children's nursery	<u>959,902</u>

8. NET INCOME/(EXPENDITURE)

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

	31.3.22	31.3.21
	£	£
Depreciation - owned assets	25,567	11,826
Hire of plant and machinery	5,515	59
Independent Examiner's fees: Examination fee	300	320
Independent Examiner's fees: Accountancy services	1,500	1,204
Independent Examiner's fees: Payroll services	<u>2,035</u>	<u>1,626</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

No trustees were remunerated for services provided in their capacity as trustee for the year ended 31st March 2022 nor for the year ended 31st March 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st March 2022 nor for the year ended 31st March 2021.

10. STAFF COSTS

	31.3.22	31.3.21
	£	£
Wages and salaries	583,821	358,760
Social security costs	28,299	17,422
Other pension costs	<u>42,048</u>	<u>26,736</u>
	<u>654,168</u>	<u>402,918</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

10. STAFF COSTS - continued

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

	31.3.22	31.3.21
Management and administration	3	3
Nursery staff	<u>45</u>	<u>25</u>
	<u>48</u>	<u>28</u>

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

Total employee benefits paid to the charity's key management personnel for the year ended 31st March 2022 was £70,195 (2021: £77,124).

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Charitable activities	
Operation of a children's nursery	471,689
Other trading activities	125
Investment income	31
Other income	<u>83,472</u>
Total	<u>555,317</u>
EXPENDITURE ON	
Charitable activities	
Operation of a children's nursery	<u>546,392</u>
NET INCOME	8,925
RECONCILIATION OF FUNDS	
Total funds brought forward	<u>128,162</u>
TOTAL FUNDS CARRIED FORWARD	<u>137,087</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

12. TANGIBLE FIXED ASSETS

	Assets under construction £	Improvements to property £	Fixtures and fittings £	Totals £
COST				
At 1st April 2021	50,016	26,347	48,326	124,689
Additions	-	511,166	58,387	569,553
Reclassification	(50,016)	50,016	-	-
At 31st March 2022	-	587,529	106,713	694,242
DEPRECIATION				
At 1st April 2021	-	15,995	28,646	44,641
Charge for year	-	11,744	13,823	25,567
At 31st March 2022	-	27,739	42,469	70,208
NET BOOK VALUE				
At 31st March 2022	-	559,790	64,244	624,034
At 31st March 2021	50,016	10,352	19,680	80,048

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22 £	31.3.21 £
Trade debtors	-	5,012
Other debtors	22,500	-
Prepayments	853	-
	<u>23,353</u>	<u>5,012</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22 £	31.3.21 £
Bank loans and overdrafts (see note 16)	5,294	8,333
Other loans (see note 16)	29,792	-
Trade creditors	58,342	-
Social security and other taxes	2,232	5,836
Accruals and deferred income	53,711	64,465
Deferred government grants	850	-
	<u>150,221</u>	<u>78,634</u>

At 31 March 2022, an amount of £19,068 (2021: £60,024) had been received and was deferred until the following accounting period in respect of services to be provided after the year end. The amount of deferred income released to income in the current year was £60,024 (2021: £nil).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.3.22	31.3.21
	£	£
Bank loans (see note 16)	37,941	41,667
Other loans (see note 16)	332,897	-
Deferred government grants	<u>32,656</u>	<u>-</u>
	<u>403,494</u>	<u>41,667</u>

16. LOANS

An analysis of the maturity of loans is given below:

	31.3.22	31.3.21
	£	£
Amounts falling due within one year on demand:		
Bank loans	5,294	8,333
Other loans	<u>29,792</u>	<u>-</u>
	<u>35,086</u>	<u>8,333</u>
Amounts falling between one and two years:		
Bank loans	5,294	10,000
Other loans - 1-2 years	<u>31,316</u>	<u>-</u>
	<u>36,610</u>	<u>10,000</u>
Amounts falling due between two and five years:		
Bank loans	15,882	30,000
Other loans - 2-5 years	<u>101,557</u>	<u>-</u>
	<u>117,439</u>	<u>30,000</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans	16,765	1,667
Other loans more 5yrs instal	<u>200,024</u>	<u>-</u>
	<u>216,789</u>	<u>1,667</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

17. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	137,087	38,775	175,862
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>137,087</u>	<u>38,775</u>	<u>175,862</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	998,677	(959,902)	38,775
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>998,677</u>	<u>(959,902)</u>	<u>38,775</u>

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	128,162	8,925	137,087
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>128,162</u>	<u>8,925</u>	<u>137,087</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	555,317	(546,392)	8,925
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>555,317</u>	<u>(546,392)</u>	<u>8,925</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

17. MOVEMENT IN FUNDS - continued

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

	At 1.4.20 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	128,162	47,700	175,862
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>128,162</u>	<u>47,700</u>	<u>175,862</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	1,553,994	(1,506,294)	47,700
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>1,553,994</u>	<u>(1,506,294)</u>	<u>47,700</u>

18. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st March 2022.