

DISLEY UNDER FIVES PRESCHOOL

TREASURERS REPORT with FINANCIAL STATEMENTS AND NOTES

12 MONTH PERIOD ENDED 31 OCTOBER 2023

I attach the accounts with this report regarding the financial performance and position of Disley Under Fives for the period stated above. As the committee of trustees of the charity considers this report, I would like to remind the committee of our obligations, the appropriate financial reporting framework and any requirements for independent review or audit.

Applicable framework and requirements

All charities are required to prepare accounts and, in the case of registered charities, file accounts per the required accounting framework with the trustees' annual report and an annual return. For a Charitable Incorporated Organisation (CIO) such as Disley Under Fives, note that it is a charity registered as a body corporate under Part 11 of the Charities Act 2011. While a body corporate under this legislation, it is not a charitable company, which means a company formed and registered with Companies House under the Companies Act 2006 and which is established for exclusively charitable purposes.

This distinction is important for the relevant and appropriate accounting framework. CIOs may opt to prepare their accounts on a receipts and payments basis if their gross income is less than £250,000. Otherwise the accounts are prepared on an accruals basis, in accordance with The Charities (Accounts and Reports) Regulations 2008 and The Statement of Recommended Practice - Accounting and Reporting by Charities, issued in March 2005 ("SORP").

For the purposes of the accounts for this period, I **recommend that Disley Under Fives continues to report on a receipts and payments basis of accounting** (cash accounting) for this period, as the gross income remains less than £250,000 per annum – this would also be a continuation in accounting policy from the previous period.

The committee should note that this needs to be monitored, for if this threshold is exceeded, the accounts for the CIO will need to be prepared on an accruals basis in accordance with the 2008 Regulations and SORP as mentioned above.

The committee should also note these accounts, owing to the gross income being more than £25,000 in the period relevant for the CIO, require an independent review. We have engaged A. Allen & Son Ltd, a firm of Chartered Accountants and Statutory Auditors, to conduct an independent review. The independent examiner's report is enclosed, as addressed to the trustees.

I recommend that Disley Under Fives, with the approval of the committee of trustees and, on the basis of no material concerns by the independent examiner, file the attached accounts and report with the Charity Commission, accompanying the required Annual Return for the period.

Income

Fee income was circa 13% lower than the previous, in part due to no fundraising activities in the year, but also a material fall in funding from Cheshire East, as the number of children attending the setting had fallen.

Overall, the setting's underlying income base remains dominated by funding from public sources (Cheshire East Council), albeit with a an approximate 10-12% increase in additional hours paid by parents/guardians in comparison to the average over the past few years.

Expenses

The setting had anticipated an increase in the number of children later in the year, but as this did not materialise, payroll cost reductions were modest in comparison to the fall in income, circa 4% compared to the previous 12 months. There was also additional rent paid during the year in comparison to the prior year (a timing issue) and additional telephone and internet costs related to improvements to the setting website.

There were a couple of notable falls in expenditure in the period vs last year, as follows:

- A lower level of non-recurring expenditure on renovations and new equipment (£469 vs £2,210 in the previous year); and
- A notable, but small decrease in professional and other services (£3,428 vs £5,761 in the previous year. This is attributable to fewer recruitment-related fees and certain training courses for staff.

Overall, the setting continued to respond to the changing numbers of children attending the setting going into the 2023/2024 academic year, but cost reduction in the year was still modest in comparison to the fall in income.

Net surplus/deficit

Disley Under Fives generated a net deficit/loss of £5,248 in the current period. The previous 12 months to 31 October 2022 resulted in a net surplus/profit of £4,982.

Cash at bank

During this period, Disley Under Fives continued to operate its banking facilities with CAF Bank.

The cash balance reported on 31 October 2023 was £69,918, compared to that on 31 October 2022 of £75,166. Note that the charity has no overdraft, prepaid cards or other debt facility.

Capital reserves

Reflecting the transactions above, Disley Under Fives' capital reserves decreased from £75,166 as of 31 October 2022 to £69,918 as of 31 October 2023.

Statement

These annual accounts for the CIO of Disley Under Fives are to my belief, a true and fair reflection of the preschool funds for the 12 month period to 31 October 2023.



Philip Robinson

Treasurer

21 August 2024

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Appendix 1 – Receipts and payments account for Disley Under Fives (CIO) to 31 October 2023

Appendix 2 – Independent examiner's report to the trustees of Disley Under Fives for the period to 31 October 2023

Appendix 1:



CHARITY COMMISSION
FOR ENGLAND AND WALES

Disley Under Fives

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Receipts and payments accounts

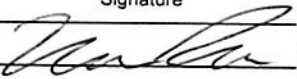
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For the period from	01-Nov-22	To	31-Oct-23
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Section A Receipts and payments

	Unrestricted funds to the nearest £	Restricted funds to the nearest £	Endowment funds to the nearest £	Total funds to the nearest £	Last year to the nearest £
A1 Receipts					
Fees Received	£107,310.30	-	-	107,310	123,166
Fund Generation - Fund Raising	£0.00	-	-	-	1,276
Charitable Activities	-	-	-	-	-
Investment Income	£989.29	-	-	989	143
Other Income	£0.00	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
Sub total (Gross income for AR)	108,300	-	-	108,300	124,585
A2 Asset and investment sales, (see table).					
	-	-	-	-	-
	-	-	-	-	-
Sub total	-	-	-	-	-
Total receipts	108,300	-	-	108,300	124,585
A3 Payments					
Payroll, Tax/Ni (inc Pension)	£97,322.86	-	-	97,323	101,348
Rent and Rates	£7,500.00	-	-	7,500	6,000
Travel Expenses	£0.00	-	-	-	56
Telephone and Computer	£614.52	-	-	615	121
Equipment Hire and Rental	£0.00	-	-	-	-
Fines and Penalties	£0.00	-	-	-	-
General Expenses	£4,152.71	-	-	4,153	4,021
Bank Charges	£60.00	-	-	60	87
Professional Fees and Other Services	£3,428.24	-	-	3,428	5,761
Refurbishment and renovation	£469.00	-	-	469	2,210
Sub total	113,547	-	-	113,547	119,603
A4 Asset and investment purchases, (see table)					
	-	-	-	-	-
	-	-	-	-	-
Sub total	-	-	-	-	-
Total payments	113,547	-	-	113,547	119,603
Net of receipts/(payments)	- 5,248	-	-	- 5,248	4,982
A5 Transfers between funds	-	-	-	-	-
A6 Cash funds last year end	75,166	-	-	75,166	70,184
Cash funds this year end	69,918	-	-	69,918	75,166

Section B Statement of assets and liabilities at the end of the period

Categories	Details	Unrestricted funds to nearest £	Restricted funds to nearest £	Endowment funds to nearest £
B1 Cash funds	Cash and cash equivalents	69,918	-	-
		-	-	-
		-	-	-
	Total cash funds	69,918	-	-
	(agree balances with receipts and payments account(s))			
B2 Other monetary assets	Details			
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
B3 Investment assets	Details	Fund to which asset belongs	Cost (optional)	Current value (optional)
			-	-
			-	-
			-	-
			-	-
B4 Assets retained for the charity's own use	Details	Fund to which asset belongs	Cost (optional)	Current value (optional)
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
B5 Liabilities	Details	Fund to which liability relates	Amount due (optional)	When due (optional)
			-	
			-	
			-	
			-	
Signed by one or two trustees on behalf of all the trustees		Signature	Print Name	Date of approval
			VICTORIA PARR	21.8.24

Appendix 2:



INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF DISLEY UNDER FIVES PRE-SCHOOL

I report on the accounts for the year ended 31st October 2023.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 130 of the 2011 Act, and
- to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached

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14 August 2024

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Director: D.C. Cooper BA (Hons) BFP FCA CTA

Company No: 07120823 Registered in England and Wales

Registered to carry on Audit work in the UK and Ireland by the Institute of Chartered Accountants in England and Wales.

Details about our audit registration can be viewed at auditregister.org.uk under reference number C002470470