

Charlty registration No. 1186248

Company registration No. CE019521

TWO MILE ASH PRE-SCHOOL CIO
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

TWO MILE ASH PRE-SCHOOL CIO

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms S Mitchell	
	Ms T Fenton	
	Ms K Garner	(Appointed 1 April 2022)
	Ms N Cheriyan	(Appointed 3 October 2022)
	Ms R Burnside	(Appointed 3 October 2022)
	Ms S Griffiths	(Appointed 3 October 2022)
Charity number	1186248	
Company number	CE019521	
Principal address	Two Mile Ash Community Centre High Street Two Mile Ash Milton Keynes Buckinghamshire MK8 8LH	
Registered office	Two Mile Ash Community Centre High Street Two Mile Ash Milton Keynes Buckinghamshire MK8 8LH	
Independent examiner	Ad Valorem Accountancy Services Ltd 2 Manor Farm Court Old Wolverton Road Old Wolverton Milton Keynes Buckinghamshire MK12 5NN	

TWO MILE ASH PRE-SCHOOL CIO

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TWO MILE ASH PRE-SCHOOL CIO

TRUSTEES' REPORT (INCLUDING DIRECTOR'S REPORT)

FOR THE YEAR ENDED 31 AUGUST 2022

The trustees present their annual report and financial statements for the year ended 31 August 2022.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the charity's Memorandum and Articles, the Companies Act 2006 and "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).

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Financial review

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Structure, governance and management

The pre-school operates as a not for profit company and we hold charitable status. We employ eight part to full staff and provide services to many local 2-4 years old children.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Ms S Mitchell
Ms T Fenton
Ms K Gamer
Ms N Cheriyan
Ms R Burnside
Ms S Griffiths

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The trustees' report was approved by the Board of Trustees.



Ms T Fenton
Trustees

2 February 2023

TWO MILE ASH PRE-SCHOOL CIO

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF TWO MILE ASH PRE-SCHOOL CIO

I report to the trustees on my examination of the financial statements of Two Mile Ash Pre-School CIO (the charity) for the year ended 31 August 2022.

Responsibilities and basis of report

As the trustees of the charitable company, you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charitable 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 the charitable company's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable 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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.

.....
Nigel Adams FCCA
Honorary Reporting Accountant

2 Manor Farm Court
Old Wolverton Road
Old Wolverton
Milton Keynes
Buckinghamshire
MK12 5NN

Dated: 2 February 2023

TWO MILE ASH PRE-SCHOOL CIO

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	Unrestricted funds 2022 £
Income from:		
Donations and legacies	2	95,739
Charitable activities	3	20,668
Investments	4	1
Total income		116,408
Expenditure on:		
Raising funds	5	3,211
Charitable activities	6	130,089
Financing activities	7	49
Total expenditure		133,349
Net expenditure for the year/ Net movement in funds		(16,941)
Fund balances at 1 September 2021		17,905
Fund balances at 31 August 2022		964

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

On 1st September 2021, the existing charity, Two Mile Ash Pre-School, ceased trading and transferred its assets to the newly formed CIO. Net funds of of £17,905 were transferred to Two Mile Ash Pre-School CIO.

TWO MILE ASH PRE-SCHOOL CIO

BALANCE SHEET

AS AT 31 AUGUST 2022

	Notes	2022 £	£
Fixed assets			
Tangible assets	8		694
Current assets			
Debtors	9	77	
Cash at bank and in hand		2,514	
		2,591	
Creditors: amounts falling due within one year	10	(2,321)	
Net current assets			270
Total assets less current liabilities			964
Income funds			
Unrestricted funds			964
			964

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

The director acknowledges her responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 2 February 2023



Ms T Fenton
Trustee

Company registration number CE019521

TWO MILE ASH PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

Charity information

Two Mile Ash Pre-School CIO is a private company limited by guarantee incorporated in England and Wales. The registered office is Two Mile Ash Community Centre, High Street, Two Mile Ash, Milton Keynes, Buckinghamshire, MK8 8LH, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

TWO MILE ASH PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Computers	25% on cost
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

TWO MILE ASH PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

2 Donations and legacies

Unrestricted funds

2022
£

Grant income	95,739
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3 Charitable activities

Charitable Income Heading 1 2022 £

Sales within charitable activities	20,668
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4 Investments

Unrestricted funds

2022
£

Interest receivable	1
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5 Raising funds

Unrestricted funds

2022
£

Fundraising and publicity

Advertising	264
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Trading costs

Support costs	2,947
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3,211

TWO MILE ASH PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

6 Charitable activities

	Charitable Expenditure Heading 1 2022 £
Staff costs	107,371
Depreciation and impairment	231
Toys & crafts	828
Consultancy fees	300
Kitchen supplies	291
Telephone	496
Stationery & computer costs	926
Subscriptions & professional fees	1,027
Sundries	2,460
Training	824
Rent & rates	14,175
Insurance	1,160
	<hr/> 130,089
	<hr/> <hr/> 130,089

7 Other

	Unrestricted funds 2022
Bank charges	49
	<hr/> 49
	<hr/> <hr/>

TWO MILE ASH PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

8	Tangible fixed assets	Computers
		£
	Cost	
	Additions	925
	At 31 August 2022	925
	Depreciation and impairment	
	Depreciation charged in the year	231
	At 31 August 2022	231
	Carrying amount	
	At 31 August 2022	694
		<hr/>
9	Debtors	2022
		£
	Amounts falling due within one year:	
	Trade debtors	77
		<hr/>
10	Creditors: amounts falling due within one year	2022
		£
	Other taxation and social security	603
	Other creditors	290
	Accruals and deferred income	1,428
		<hr/>
		2,321
		<hr/>
11	Related party transactions	
	There were no disclosable related party transactions during the year.	