

Company registration number
922113

BARN EDUCATION ASSOCIATION LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

J L WILLIAMS FCA

Chartered Accountant

38 Rushett Close
Long Ditton
Surrey
KT7 0UT

BARN EDUCATION ASSOCIATION LIMITED

LEGAL AND ADMINISTRATIVE DETAILS

COMPANY AND CHARITABLE STATUS

Barn Education Association Ltd. is a company, limited by guarantee without a share capital, registered in England under the Companies Act. It is a charitable company, registered with the Charity Commissioners.

PRINCIPAL ADDRESS AND REGISTERED OFFICE

Atwood Avenue, Kew, Richmond, Surrey.

REGISTERED COMPANY NUMBER

922113

REGISTERED CHARITY NUMBER

281251

BANKERS

Metro Bank & Barclays Bank

REPORTING ACCOUNTANT

J L Williams FCA, 38 Rushett Close, Long Ditton, Surrey. KT7 OUT

THE BARN NURSERY MANAGER

Louisa Minas

EXECUTIVE COMMITTEE

As appointed at 25/11/21 AGM

Rowena Ridout	- Co-Chair	(sole Chair wef 28/02/22)
Hannah Salmon	- Co-Chair	(resigned 22/02/22)
Gilly Abbott	- Vice Chair	(resigned 08/07/22)
Jessica Dowding	- Secretary	
Bernadette Bird	- Treasurer	

Hela Alkadi (resigned 31/01/22)

Sonal Patel (appointed 22/12/21)

Kelly Rees-Roberts

As required by OFSTED and executed at 16/04/20 EGM - see page 3

Louisa Minas

BARN EDUCATION ASSOCIATION LIMITED

REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 31 AUGUST 2022

The directors submit their annual report, together with the financial statements of the charitable company, for the year ended 31 August 2022.

REVIEW OF ACTIVITIES

The principal activity during the year, in accordance with the company's Objects to provide preschool educational facilities as stated in its Memorandum of Association, was that of running The Barn Nursery.

The charity is established for, and all its activities are focused on, the furtherance of its charitable purposes for the public benefit, as required by Charity Law.

During the year to 31 August 2022, the average number of children in daily attendance at the school was 16 (2021: 17).

Assistance with fees was given to 2 children (2021: 1 child)

RESULTS

The results for the year are set out on pages 5 to 9. There was a deficit of £14673 in the year to 31 August 2022 (2021: deficit £14838) and at that date net assets amounted to £34155 (2021: £48828).

RESERVES

The charity had a deficit of £14673 in the year to 31 August 2022, reducing its year end reserves to £34155.

It is recognised that the charity needs to maintain a certain level of reserves in order to be sure of meeting its financial obligations, payroll obligations in particular, in the event of fees and grants received late, or should it suffer a deficit in its annual Income and Expenditure Account.

Another substantial deficit is anticipated in the forthcoming year to 31st August 2023, reducing reserves to an estimated £15000.

The charity's reserves policy, which is reviewed regularly, is to hold the equivalent of half a term's expenses as undistributable reserves on bank deposit, currently calculated to be approximately £17000.

£1324 was contributed to reserves from fund-raising activities in the year together with £2200 of donations, (comprising £2200 of donated Acceptance Deposits), giving a total of £3524: this £3524 was fully expended in the year on additions to fixed asset equipment of £480, extra curricular activities of £1254, and £1790 to subsidise payroll costs.

BARN EDUCATION ASSOCIATION LIMITED

REPORT OF THE DIRECTORS (continued)

FOR THE YEAR ENDED 31 AUGUST 2022

ORGANISATIONAL STRUCTURE: TRUSTEES, DIRECTORS & COMMITTEE MEMBERS

Barn Education Association Limited is the charitably registered limited company which runs the Barn Nursery. A charity is managed by a Board of Trustees, and a company, by a Board of Directors. Both these functions are fulfilled by the Committee as shown on page 1, elected at the AGM.

All references in the financial statements to 'trustees' or to 'directors' should therefore be taken as being synonymous with each other and with the members of the Committee.

OFSTED's 'Nominated Person' is the Nursery's Manager and its rules require her to be both a member of the Committee and one of the legally appointed company directors. These requirements were executed at an EGM of 16th April 2020, with both EYA and Charity Commission approval

COMPANIES HOUSE APPOINTED DIRECTORS

- B Bird (Treasurer)
- R Ridout (Chair) (Appointed 25/11/21)
- L Minas (Nursery Manager)

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements the directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

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

The directors' report is prepared in accordance with the exemptions available to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

SIGNED ON BEHALF OF THE BOARD OF DIRECTORS:

R RIDOUT - DIRECTOR
6 DECEMBER 2022

BARN EDUCATION ASSOCIATION LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 AUGUST 2022

		<u>2022</u>	<u>2021</u>
	Notes	£	£
<u>INCOME AND EXPENDITURE</u>	6		
INCOMING RESOURCES	1c)		
Fees		40,874	45,924
Fee subsidy grants	2	41,727	45,993
		-----	-----
		82,601	91,917
Lunch Club income		1,440	7,704
Furlough grants	2	-	8,691
SEN grant	2	-	1,000
Donations received		2,200	3,074
Fund raising net income	1c)	1,324	860
Bank deposit interest		3	5
		-----	-----
TOTAL INCOMING RESOURCES		87,568	113,251
		-----	-----
RESOURCES EXPENDED			
Rent		6,945	6,945
Educational supplies		1,234	1,834
Petty cash expenses		-	1,087
Accountancy fees		1,000	1,000
Staff training & welfare		350	118
Insurance		1,231	1,204
Cleaning		2,680	2,598
Year end industrial clean		1,340	600
Repairs & maintenance		345	130
IT costs		895	458
Telephone		576	610
Postage, stationery & printing		254	437
Sundry expenses		223	203
Bank charges		99	78
Extra curricular activities		1,254	2,539
HR consultancy & coaching		-	2,000
Recruitment costs		-	1,138
		-----	-----
		18,426	22,979
Wages, salaries, pension & NI	3	81,216	101,942
Depreciation of fixed assets		2,599	3,168
		-----	-----
TOTAL RESOURCES EXPENDED		102,241	128,089
		-----	-----
NET INCOMING/(OUTGOING) RESOURCES/ NET INCREASE/(DECREASE) IN FUNDS		£ (14,673)	£ (14,838)
		-----	-----
FUNDS BROUGHT FORWARD 1/9/21		48,828	63,666
		-----	-----
FUNDS CARRIED FORWARD 31/8/22		£34,155	£48,828
		=====	=====

BARN EDUCATION ASSOCIATION LIMITED

BALANCE SHEET

AS AT 31 AUGUST 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Furniture, equipment & playground	4	2617	4736
CURRENT ASSETS			
Debtors and prepayments:-			
- prepaid insurance		684	684
- unpaid fees		30	-
		-----	-----
		714	684
Bank deposit & current accounts		34117	49118
		-----	-----
		34831	49802
		-----	-----
CREDITORS - Amounts falling due within one year			
Accountancy fees		1000	1000
PAYE taxes		-	632
Fees/grants received in advance		-	354
Acceptance Deposits Held		300	2500
Other creditors		1993	1224
		-----	-----
		3293	5710
		-----	-----
NET CURRENT ASSETS		31538	44092
		-----	-----
NET ASSETS		£34155	£48828
		=====	=====
3UNDS			
Unrestricted Funds		34155	48828
		-----	-----
		£34155	£48828
		=====	=====

For the financial year ended 31 August 2022 the company was entitled to exemption from audit under section 477 Companies Act 2006 and no notice has been deposited under section 476. The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with section 386 and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its result for the financial year in accordance with the requirements of section 396 and which otherwise comply with the requirements of the Companies Act 2006.

The financial statements are prepared in accordance with the special provisions within Part 15 of the Companies Act 2006 relating to small companies.

These financial statements were approved by the Board of Directors on 6 DECEMBER 2022 and are signed on their behalf as follows:

SIGNED ON BEHALF OF THE BOARD

B BIRD - DIRECTOR

BARN EDUCATION ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

1. ACCOUNTING POLICIES

The Financial Statements have been prepared in accordance with the provisions of Section 1A (Small Entities) of Financial Reporting Standard 102, and the Statement of Recommended Practice 'Accounting and reporting by charities' (SORP 2005).

The particular accounting policies adopted are as follows:

(a) Accounting convention

The financial statements are prepared under the historical cost convention.

(b) Fixed assets

Depreciation is provided on fixed assets at rates calculated to write off their cost less estimated residual value as follows:

Furniture and equipment - 25% on cost.

(c) Incoming resources

Incoming resources are recognised in the financial statements at the time at which they are made available to the charity. Incoming resources includes fees and grants, which are recognised according to the term to which they relate, and fund-raising income, which is recognised in the period in which it is received.

Fund-raising/donation income is credited to Unrestricted Funds, unless the advertised purpose of the fund-raising event/the donor has imposed a restriction on the use of the funds in which case it is credited to a separate Restricted Fund.

2. GRANTS

Under the Government's Early Education Funding Plan, the parents of certain children are entitled to a fee-subsidy grant. These grants are claimed, administered and received by the charity on the parents' behalf, and are used to top up the reduced fees paid by those parents. In the year the charity received grants totalling £41727 (2021:£45993) from the London Borough of Richmond Upon Thames (LBRUT)

BARN EDUCATION ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

5. CONTINGENT LIABILITY

At the balance sheet date there is a contingent liability of £1153 in respect of potentially overclaimed Early Education Funding Grants from RBRUT, as £1153 more than expected was received from RBRUT.

6. COMPANY STATUS

The company is a company limited by guarantee without a share capital and its members comprise one parent or guardian for each child registered at the School; the liability of each member is limited to £1.

The company is a registered charity, number 281251, and is recognised as a charitable body for educational purposes by the Department of Education and Science; it is not liable to pay UK corporation tax. The company is also registered under the Children Act and as such, its fee income is exempt for VAT purposes.

7. INCOME AND EXPENDITURE ACCOUNT

The prescribed profit and loss account formats required by Schedule 1 to the Companies Act 2006 have not been adhered to in disclosing the financial results of the company for the year ended 31 August 2022. It is the opinion of the directors that strict adherence to these formats would be misleading and would prevent the financial statements from complying with SORP 2005 'Accounting by charities' and from showing a true and fair view.

In accordance with the requirements of SORP 2005, the company's Income and Expenditure for the year is set out on page 5 in the form of a Statement of Financial Activities. This is equivalent to an Income and Expenditure Account, and thus complies with the requirements of accounting standard FRS 3.

The 'Net Outgoing Resources' result for the year is equivalent to the deficit of income over expenditure result for the year.

BARN EDUCATION ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

3. WAGES AND SALARIES

	2022	2021
	£	£
Directors'/trustees' remuneration:-		
- B Bird	4215	4215
- S Hancock	-	24130
- L Minas	35521	3415
Staff wages and salaries	38660	66296
Employers' national insurance	1664	2280
Employers' NEST pension contributions	1156	1606
	-----	-----
Total	£ 81216	£101942
	=====	=====

The directors'/trustees' remuneration above was paid to B Bird for bookkeeping services provided in her capacity as Treasurer, and to L Minas for managerial/practitioner services provided in her roles as Manager and Practitioner. In accordance with Charity Law, these payments have been authorised by the other trustees who have deemed them to be for essential services, remunerated at reasonable, market rates of remuneration, and in the charity's best interests. In common with the other trustees, the above named individuals are not remunerated for their voluntary trustee services

Average no. of staff employed (FTE) was 7.

During the year the following expenses were reimbursed to a total of 2 trustees (2021: 3 trustees):-

	2022	2021
	£	£
- fixed asset additions	480	-
- HR fees	-	2700
- IT costs	250	-
- fund raising expenses	-	132
- educational supplies	-	216
	-----	-----
	£ 739	£3048
	=====	=====

4. FIXED ASSETS

	Furniture, Equipment & Playground
	£
COST	
- at 1 September 2021	68150
- additions in the year	480

- at 31 August 2022	68630

DEPRECIATION	
- at 1 September 2021	63414
- charge for the year	2599

- at 31 August 2022	66013

NET BOOK VALUE	
- at 1 September 2021	£ 4736
	=====
- at 31 August 2022	£ 2617
	=====