

Handsworth Day Care Centre

Financial statements

For the year ended 31 March 2021

Handsworth Day Care Centre
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For the year ended 31 March 2021

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Handsworth Day Care Centre
Legal and administrative information
For the year ended 31 March 2021

Chairman:	Donald Hayden
Treasurer	Carol Reid
Managers	Darlene Aiken
Registered office:	34 St Peters Road Handsworth Birmingham B20 3RR
Accountants:	1st Choice Accountants 94 Grove Lane Handsworth Birmingham B21 9HA
Bankers:	The Co-operative Bank Plc Head Office P O Box 101 1 Balloon Street Manchester

Handsworth Day Care Centre
Trustee's report
For the year ended 31 March 2021

The Management Committee continued to support staff during lockdown. The strict measures brought anxiety and worry for families as non-essential contact and travel came into force nationally. Parents reported social distancing made it difficult to take the children out and we became aware of the developmental impact on the children. The team maintained contact with families and provided online and remote childcare advice and support

The lockdown of the business placed greater strain on the nursery. We still had to keep applicable staff to children ratio even though we were closed, as this was a requirement of Early Education Entitlement (EEE) for funded children. The nursery sought business support and advice. An application was made for the Bounce Bank Loan to help pay for the overhead costs as the income generated from both Parents Fees and EEE fell sharply.

The nursery re-opened in Sept 2020. COVID-19 impacted on the number of children accessing the service for some time as parental anxiety and concerns affected parental confidence and thus required continued support. The management committee reflected on areas for development once lockdown ended however this was very difficult to plan as it was hard to deliver within the current Early Years climate as the changes to the charity was quite significant for much longer than we anticipated. .

The management team focused on identifying a building where we could deliver services in a modern, fit-for-purpose and efficient facility in the long term to achieve the sustainability we aimed for.

Acknowledgements

The Management Committee and staff are grateful for all the continued help and support received from our parents, carers and partner agencies.

We approve 2020/2021 financial accounts and confirm that we have made available all relevant records and information for its preparation.



Management Committee Member



Management Committee Member

For and on behalf of Handsworth Day Care centre

Date: 24 April 2024

Handsworth Day Care Centre
Independent Examiners' Report
For the year ended 31 March 2021

We report on the accounts of the Charity for the year ended 31 March 2021, which are set out on pages 4 to 7.

Respective responsibilities of the trustees and examiner

The charity's members are responsible for the preparation of the accounts. The charity's members consider that an audit is not required for this year (under section 4144(2) of the Charities Act 2011) and that an independent examination is needed.

It is our responsibility to:

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

Basis of the independent examiner's report

Our examination was carried out in accordance with the General Directions given by the Charity Commissioners. 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 members concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently we do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In the course of our examination, no matter has come to our attention:

- (1) which gives us reasonable cause to believe that in, any material respect, the members have not met the requirements to ensure that:
 - Proper accounting records are kept (in accordance with section 130 of the 2011 Act); and
 - Accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Act; or
- (2) to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

1st Choice Accountants
94 Grove Lane
Handsworth
Birmingham
B21 9HA

Handsworth Day Care Centre
Statement of Financial Activities including Income and Expenditure Account
For the year ended 31 March 2021

	Notes	2021 £	2020 £
Incoming resources			
Parents Fees		3,489	23,970
Early Education Entitlement (EEE)		87,962	92,489
Fund Raising		5,000	7,473
Total incoming resources		<u>96,451</u>	<u>123,932</u>
Resources Expended			
Governance costs and expenditure	2	122,876	120,109
Total expenditure		<u>122,876</u>	<u>120,109</u>
Net movement in funds		(26,425)	3,823
Funds balances at 1 April 2020		(56,292)	(60,115)
Funds balances at 31 March 2021		<u>(82,717)</u>	<u>(56,292)</u>

Handsworth Day Care Centre

Balance Sheet

As at 31 March 2021

	Notes	2021	2020
		£	£
Current assets			
Parents fee receivable		-	2,581
Prepayments and Accrued Income		<u>220</u>	<u>220</u>
		220	2,801
Current liabilities			
Bank overdraft		5,455	4,697
Accruals		<u>15,982</u>	<u>23,396</u>
		(21,437)	(28,093)
Net current assets		<u>(21,217)</u>	<u>(25,292)</u>
Non-current liabilities			
Accruals: greater than 1 year		11,500	31,000
Bank loans		<u>50,000</u>	<u>-</u>
		(61,500)	(31,000)
Net assets		<u>(82,717)</u>	<u>(56,292)</u>
Accumulated Funds			
Balance brought forward		(56,292)	(60,115)
Surplus of income over expenditure		<u>(26,425)</u>	<u>3,823</u>
		<u>(82,717)</u>	<u>(56,292)</u>

Handsworth Day Care Centre
Notes to the Financial Statements
For the year ended 31 March 2021

1 Accounting policies

1.1 Basis of preparation

The financial statements have been prepared under historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities, the Statement of Recommended Practice; Accounting and Reporting by Charities 2005.

1.2 Incoming Resources

All incoming resources are included on the statement of Financial Activities when the Charity is legally entitled to the income and amount can be quantified with reasonable accuracy.

1.3 Resources expended

Resources expended are accounted for on an accrual basis. Expenditure includes VAT which cannot be recovered and which is included as part of the expenditure to which it relates.

Costs are allocated between charitable expenditure and governance as appropriate. Charitable expenditure comprises those costs directly incurred in carrying out its charitable activities and expenditure of an indirect nature necessary to support these activities. Governance costs are those associated with the constitutional and statutory requirements of the charity and include Independent Examiners' fees and costs incurred in the strategic management of the charity.

Handsworth Day Care Centre
Notes to the Financial Statements - (Continued)
For the year ended 31 March 2021

2 Expenditure

	2021	2020
	£	£
Salaries	86,941	86,064
Pensions	1,187	776
Agency Staff	4,395	3,945
Staff Training /Recruitment	120	310
Legal & Professional	2,129	-
Rent, Rates & Water	9,973	1,508
Food & House Keeping	431	1,013
Repair & Maintenance	2,695	1,338
Cleaning & Gardening	3,795	3,396
Light & Heat	1,115	2,204
Insurance	1,087	1,072
Printing, Postage & Stationery	521	652
Telephone & Internet	1,981	2,200
IT & Software	3,007	3,235
Subscriptions	241	476
Advertising	1,175	729
Accountancy Fee	600	600
Bank & Finance Charges	209	188
Interest on Loans	-	135
Resources	1,233	2,194
Travelling Expenses	-	61
Sundry Expenses	41	421
Parents Fee Irrecoverable	-	7,592
	<u>122,876</u>	<u>120,109</u>