

**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2025  
FOR  
LINWOOD COMMUNITY CHILDCARE**

Azets Audit Services  
Chartered Accountants  
Statutory Auditor  
Titanium 1  
King's Inch Place  
Renfrew  
PA4 8WF

# **LINWOOD COMMUNITY CHILDCARE**

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# **LINWOOD COMMUNITY CHILDCARE**

## **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2025**

The trustees present their report with the financial statements of the charity for the year ended 31 March 2025. 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 activities**

The aim of the Nursery is:

- to support and develop early learning and childcare and health and wellbeing for all our children aged 0-5 years, so that they may take a constructive place in the community, and the education of the parents and other adults, children and teenagers, and furtherance of the aim.
- the aim of the under 3 provision is to provide affordable childcares for all families within our community. We also provided a day care service that responded to the needs for placement through a referral system from all agencies within Renfrewshire council and beyond. In addition, we offer 1140 hours for eligible 2 years old.

The aim of the Out of School Care is:

- to promote the early learning and childcare of children in need of care during out of school hours and school holidays.
- to promote the provision of facilities for the recreation and leisure-time occupation of such children in the interests of social welfare within the objective of improving their condition of life.
- to help parents achieve access to better paid employment or further education and enable low-income families to boost their standard of living.

### **ACHIEVEMENTS AND PERFORMANCE**

#### **Achievements and performance**

We engaged and took forward an intergeneration link programme with two local care homes and this has further developed our community links and ensures all our children know they are part of their local community and support them to become responsible citizens developing empathy and respect for the older generation.

Woodwork shed continues to be an asset as it continues to be used to support children's health and wellbeing and develop children risk assessing and how to keep themselves safe and others.

All staff have been trained on

- Setting the table
- Makaton Traster Session
- Annual child protection update
- Paediatric first aid
- Oral Health

## **LINWOOD COMMUNITY CHILDCARE**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2025**

#### **ACHIEVEMENTS AND PERFORMANCE**

##### **Achievements and performance**

- LLC have taken forward play days during children time off for summer break to help with transition from home to nursery at the start of a new term.

- LCC have fully embedded Renfrewshire Council initiative to be part of Dolly Parton Imagination Library and we have fully invested in it for all our children aged 2 years - 5 years and have achieved 100%.

- The garden has continued to be developed adding a fire pit for children to cook on daily, a risky play area, storytelling area and allotment for children to grow their own fruit and vegetables.

To ensure the health and wellbeing of all our staff we have continued with an "Employee Assistance Programme".

All children's progression in learning has been improved by introducing new learning tracker sheets and using Renfrewshire Council "Progression tool" for learning incorporating Curriculum for excellence.

All areas of the establishment from the baby room to Out of School care continues to run well and are almost at full capacity providing care from 0-16 years.

Block play that is supporting our children's development and learning in science, technology engineering and maths (STEMS).

Monthly learning days in playroom with children and families so families are involved in their children learning

Linwood Community Childcare developed a closed social media platform to ensure good community communications with all families this has been very successful and enabled us to reach hard to reach families.

#### **FINANCIAL REVIEW**

##### **Financial position**

Linwood Community Childcare has continued to operate very successfully and has made great use of its incoming resources in achieving the objectives of the charity. The Statement of Financial Activities is reporting a surplus for the year to 31 March 2025 of £14,029 (2024 - £96,946).

The surplus retained for the year helps to secure the financial stability of the fantastic service being provided by Linwood Community Childcare and enables the charity to be self sufficient for a period of time should there be an emergency cessation in funding sources.

The total funds on the balance sheet of the charity are £975,611 (2024 - £961,582). The total charity funds comprise £973,307 of unrestricted funds and £2,304 of restricted reserves.

##### **Principal funding sources**

The principal funding sources for the charity is funded Early Learning and childcare for eligible 2-5 years funded by the Scottish Government and paid by Renfrewshire Council. The charity also receive income from private nursery and Out of School care fees.

##### **Reserves policy**

The trustees have examined the charity's requirements for running costs and have reviewed their reserves policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be not less than twelve months of the expenditure for each room ie Out of School Care, Nursery 3-5 Years & Under 3 Years.

# **LINWOOD COMMUNITY CHILDCARE**

## **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2025**

### **FUTURE PLANS**

To address the attainment gap in Literacy, numeracy with a particular focus on families who reside in area with an SMID number 1-3 To embed talk for writing, train staff on talk for writing as this supports children literacy skills.

To stream line all paperwork, reduce duplicate questions, save paper and have welcome packs that reflect the dynamics of our families and community numeracy and literacy environment to support all children early learning and childcare. To update and develop- our vision, values and aims with all stakeholder's input

Linwood Community Childcare have now achieved our bronze certificate and working towards the silver "Rights Respecting School" to ensure all our children rights are fully respected. Staff are aware of children's rights and is embedded in practice, and the children are supported of their rights.

The outdoor learning area has been improved to support our children's health and wellbeing.

A wooden mud play kitchen has been purchased outdoors for children to access. This supports children's health and wellbeing, risk assessing and lifelong skills.

To further develop staff Continuous personal development 4 senior staff members are up taking Level 9 in Childhood practice

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

#### **Governing document**

The charity is governed by its constitution.

#### **Organisational structure**

Linwood Community Childcare is managed on a day-to-day basis by the manager, [REDACTED] and the deputy manager, [REDACTED] .

Membership of the organisation is open to parents, guardians and every child or adult family member regardless of sex, race, religion and ability.

A committee, consisting of parents/carers and all interested parties, exists and have an active say in the running of the organisation and their views are valued and taken on board by staff. The committee consists of members including a chairperson, secretary and treasurer.

Committee meetings take place within the establishment every 10-12 weeks, or as required but not less than six times a year. Paid staff may attend the meetings but will not have a vote.

#### **Risk management**

Internal and external risks faced by the charity are identified by the members and procedures to limit the exposure to such risks are in place. trustees

### **REFERENCE AND ADMINISTRATIVE DETAILS**

#### **Registered Charity number**

SC008450

#### **Principal address**

[REDACTED]  
[REDACTED]  
[REDACTED]  
[REDACTED]

#### **Trustees**

[REDACTED]  
[REDACTED]  
[REDACTED]  
[REDACTED]  
[REDACTED]

# **LINWOOD COMMUNITY CHILDCARE**

## **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2025**

### **REFERENCE AND ADMINISTRATIVE DETAILS**

#### **Auditors**

Azets Audit Services  
Chartered Accountants  
Statutory Auditor  
Titanium 1  
King's Inch Place  
Renfrew  
PA4 8WF

### **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

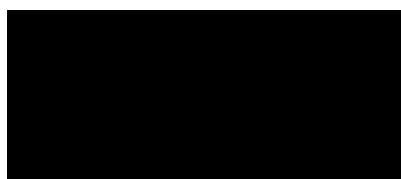
Charity law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under charity law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005 and The Charities Accounts (Scotland) Regulations 2006 (as amended). They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 19/12/2025..... and signed on its behalf by:



.....

## **REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF LINWOOD COMMUNITY CHILDCARE**

### **Opinion**

We have audited the financial statements of Linwood Community Childcare (the 'charity') for the year ended 31 March 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2025 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Accounts (Scotland) Regulations 2006 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
LINWOOD COMMUNITY CHILDCARE**

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.



## **REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF LINWOOD COMMUNITY CHILDCARE**

### **Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company, and determined that the most significant are those that relate to the form and content of the financial statements such as the accounting policies and the UK Companies Act 2006.

We assessed how the Company is complying with these frameworks by observing the oversight of those charged with governance, the culture of honesty and ethical behaviours and a strong emphasis placed on fraud prevention, which may reduce opportunities for fraud to take place, and fraud deterrence, which could persuade individuals not to commit fraud because of the likelihood of detection and punishment.

We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur, by making an assessment of the key fraud risks to the Company, and the manner in which such risks may occur in practice, based on our previous knowledge of the Company, as well as an assessment of the current business environment.

Based on this understanding, we designed our audit procedures to identify non-compliance with such laws and regulations. Where the risk was considered higher, we performed audit procedures to address each identified fraud risk, including management override of controls. These procedures included testing manual journals and were designed to provide reasonable assurance that the financial statements were free from fraud or error. We evaluated the design and operational effectiveness of controls put in place to address the risks identified, or that otherwise prevent, deter and detect fraud.

In addition, our audit procedures included enquiring of management concerning actual and potential litigation and claims, and performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud. We addressed the fraud risk in relation to revenue recognition by testing completeness and cut off of income.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards.

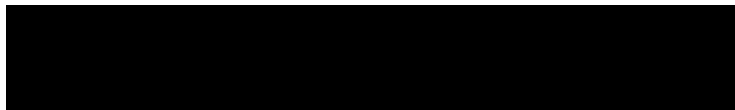
As with any audit, there remains a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance, and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
LINWOOD COMMUNITY CHILDCARE**

**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Azets Audit Services  
Chartered Accountants  
Statutory Auditor  
Titanium 1  
King's Inch Place  
Renfrew  
PA4 8WF

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Date: 19/12/2025

**LINWOOD COMMUNITY CHILDCARE**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2025**

	Notes	Unrestricted £	Restricted funds £	2025 Total funds £	2024 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	192	-	192	956
<b>Charitable activities</b>	4				
Charitable Activities		553,020	-	553,020	572,646
Other trading activities	3	<u>9,366</u>	<u>-</u>	<u>9,366</u>	<u>5,427</u>
<b>Total</b>		<u>562,578</u>	<u>-</u>	<u>562,578</u>	<u>579,029</u>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>	5				
Charitable Activities		<u>548,111</u>	<u>438</u>	<u>548,549</u>	<u>482,083</u>
<b>NET INCOME/(EXPENDITURE)</b>		14,467	(438)	14,029	96,946
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		<u>958,840</u>	<u>2,742</u>	<u>961,582</u>	<u>864,636</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>973,307</u></u>	<u><u>2,304</u></u>	<u><u>975,611</u></u>	<u><u>961,582</u></u>

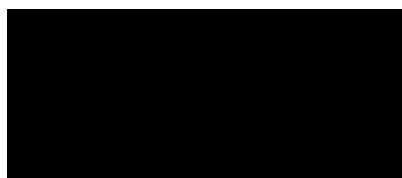
The notes form part of these financial statements

# LINWOOD COMMUNITY CHILDCARE

## BALANCE SHEET 31 MARCH 2025

	Notes	2025 £	2024 £
<b>FIXED ASSETS</b>			
Tangible assets	12	24,225	30,326
<b>CURRENT ASSETS</b>			
Debtors	13	19,463	14,450
Cash at bank and in hand		<u>937,763</u>	<u>922,646</u>
		957,226	937,096
<b>CREDITORS</b>			
Amounts falling due within one year	14	(5,840)	(5,840)
		<u>          </u>	<u>          </u>
<b>NET CURRENT ASSETS</b>		<u>951,386</u>	<u>931,256</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>975,611</u>	<u>961,582</u>
<b>NET ASSETS</b>		<u><u>975,611</u></u>	<u><u>961,582</u></u>
<b>FUNDS</b>	16		
Unrestricted funds		973,307	958,840
Restricted funds		<u>2,304</u>	<u>2,742</u>
<b>TOTAL FUNDS</b>		<u><u>975,611</u></u>	<u><u>961,582</u></u>

The financial statements were approved by the Board of Trustees and authorised for issue on 19/12/2025 and were signed on its behalf by:



# LINWOOD COMMUNITY CHILDCARE

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2025

	Notes	2025 £	2024 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	<u>15,117</u>	<u>101,485</u>
Net cash provided by operating activities		<u>15,117</u>	<u>101,485</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		<u>-</u>	<u>(11,963)</u>
Net cash provided by/(used in) investing activities		<u>-</u>	<u>(11,963)</u>
		<u>          </u>	<u>          </u>
<b>Change in cash and cash equivalents in the reporting period</b>		15,117	89,522
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>922,646</u>	<u>833,124</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>937,763</u></u>	<u><u>922,646</u></u>

The notes form part of these financial statements

# LINWOOD COMMUNITY CHILDCARE

## NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2025

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

	2025 £	2024 £
<b>Net income for the reporting period (as per the Statement of Financial Activities)</b>	14,029	96,946
<b>Adjustments for:</b>		
Depreciation charges	6,101	6,669
Increase in debtors	(5,013)	(2,070)
Decrease in creditors	<u>-</u>	<u>(60)</u>
<b>Net cash provided by operations</b>	<u><u>15,117</u></u>	<u><u>101,485</u></u>

### 2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/24 £	Cash flow £	At 31/3/25 £
<b>Net cash</b>			
Cash at bank and in hand	<u>922,646</u>	<u>15,117</u>	<u>937,763</u>
	<u>922,646</u>	<u>15,117</u>	<u>937,763</u>
<b>Total</b>	<u><u>922,646</u></u>	<u><u>15,117</u></u>	<u><u>937,763</u></u>

The notes form part of these financial statements

# **LINWOOD COMMUNITY CHILDCARE**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025**

### **1. ACCOUNTING POLICIES**

#### **Basis of preparing the financial statements**

The financial statements of the charity, 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 Charities and Trustee Investment (Scotland) Act 2005. The financial statements have been prepared under the historical cost convention.

The financial statements have been prepared on an accruals basis.

#### **Going concern**

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The balance sheet at 31 March 2025 shows a strong net assets and cash flow position. As a result, the financial statements have been prepared on the going concern basis.

#### **Critical accounting judgements and key sources of estimation uncertainty**

In preparing these financial statements, the trustees have made the following judgements:

Tangible fixed assets are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In re-assessing asset lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values.

Assets are considered for indications of impairment. If required an impairment review will be carried out and a decision made on possible impairment. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the asset and where it is a component of a larger cash-generating unit, the viability and expected future performance of that unit.

Bad debts are provided for where objective evidence of the need for a provision exists.

#### **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.

#### **Government Grants**

Government grants are recognised in the Statement of Financial Activities so as to match them with the expenditure toward which they are intended to contribute.

#### **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.

#### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Play & room equipment	- 25% on reducing balance
Fixtures and fittings	- at varying rates on cost

# **LINWOOD COMMUNITY CHILDCARE**

## **NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025**

### **1. ACCOUNTING POLICIES - continued**

#### **Taxation**

The charity is exempt from 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.

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

#### **Pension costs and other post-retirement benefits**

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

#### **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 transactions 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.

#### Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

#### Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

#### Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.



# **LINWOOD COMMUNITY CHILDCARE**

## **NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025**

### **2. DONATIONS AND LEGACIES**

	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
Donations	<u>192</u>	<u>-</u>	<u>192</u>	<u>956</u>

### **3. OTHER TRADING ACTIVITIES**

	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
Fundraising events	684	-	684	971
Snack money collected	<u>8,682</u>	<u>-</u>	<u>8,682</u>	<u>4,456</u>
	<u>9,366</u>	<u>-</u>	<u>9,366</u>	<u>5,427</u>

### **4. INCOME FROM CHARITABLE ACTIVITIES**

	Activity	2025 £	2024 £
OSC fees collected	Charitable Activities	24,811	31,800
3 - 5 years fees collected	Charitable Activities	30,282	15,667
Renfrewshire Council - 3-5 Years Commissioned Place	Charitable Activities	323,220	381,693
Under 3 years fees collected	Charitable Activities	174,707	140,736
Renfrewshire Council Service Level Agreement	Charitable Activities	<u>-</u>	<u>2,750</u>
		<u>553,020</u>	<u>572,646</u>

### **5. CHARITABLE ACTIVITIES COSTS**

	Direct Costs (see note 6) £	Support costs (see note 7) £	Totals £
Charitable Activities	<u>527,742</u>	<u>20,807</u>	<u>548,549</u>

# LINWOOD COMMUNITY CHILDCARE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

### 6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2025	2024
	£	£
Staff costs	465,496	418,577
Insurance	2,151	-
Telephone & internet	3,976	3,389
Printing, postage & stationery	82	2,008
Staff training and health & safety	7,437	3,411
Repairs & maintenance	12,197	1,290
Photocopier lease	3,563	2,947
Office machinery, repairs & maintenance	3,477	1,863
Advertising & marketing costs	975	-
Subscriptions & registrations	451	590
Uniforms	1,388	490
Presents & entertainer	3,901	1,111
Trips & outings	3,292	5,215
Equipment purchases	12,163	7,946
Food purchases	9,347	10,249
Sanitation & disposables	2,694	2,127
Donations	723	914
Recruitment expenses	-	743
1140 lunch costs	(5,571)	(1,744)
	<u>527,742</u>	<u>461,126</u>

### 7. SUPPORT COSTS

	Governance costs
	£
Charitable Activities	<u>20,807</u>

Support costs, included in the above, are as follows:

	2025	2024
	Charitable Activities	Total activities
	£	£
Bookkeeping fees	5,720	5,330
Audit fees	6,000	5,820
Accounts software fees	475	423
Payroll fees	2,511	2,715
Depreciation of tangible fixed assets	<u>6,101</u>	<u>6,669</u>
	<u>20,807</u>	<u>20,957</u>

**LINWOOD COMMUNITY CHILDCARE**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2025**

**8. OTHER**

	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
Support costs	<u>20,369</u>	<u>438</u>	<u>20,807</u>	<u>20,957</u>

**9. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2025 nor for the year ended 31 March 2024.

**10. STAFF COSTS**

	2025 £	2024 £
Wages and salaries	428,714	386,928
Social security costs	29,518	24,041
Other pension costs	<u>7,264</u>	<u>7,608</u>
	<u>465,496</u>	<u>418,577</u>

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

	2025	2024
Management	2	2
Finance and administration	2	2
Out of School Care	3	3
Nursery 0-5 years	<u>14</u>	<u>14</u>
	<u>21</u>	<u>21</u>

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

**11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	956	-	956
<b>Charitable activities</b>			
Charitable Activities	572,646	-	572,646
Other trading activities	<u>4,456</u>	<u>971</u>	<u>5,427</u>
<b>Total</b>	<u>578,058</u>	<u>971</u>	<u>579,029</u>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Charitable Activities	481,499	584	482,083

**LINWOOD COMMUNITY CHILDCARE**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2025**

**11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted £	Restricted funds £	Total funds £
<b>NET INCOME</b>	96,559	387	96,946
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	862,281	2,355	864,636
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>958,840</u>	<u>2,742</u>	<u>961,582</u>

**12. TANGIBLE FIXED ASSETS**

	Play & room equipment £	Fixtures and fittings £	Totals £
<b>COST</b>			
At 1 April 2024 and 31 March 2025	<u>109,017</u>	<u>24,731</u>	<u>133,748</u>
<b>DEPRECIATION</b>			
At 1 April 2024	88,567	14,855	103,422
Charge for year	<u>5,112</u>	<u>989</u>	<u>6,101</u>
At 31 March 2025	<u>93,679</u>	<u>15,844</u>	<u>109,523</u>
<b>NET BOOK VALUE</b>			
At 31 March 2025	<u>15,338</u>	<u>8,887</u>	<u>24,225</u>
At 31 March 2024	<u>20,450</u>	<u>9,876</u>	<u>30,326</u>

**13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2025 £	2024 £
Trade debtors	10,894	10,900
Other debtors	6,337	3,550
Prepayments and accrued income	<u>2,232</u>	-
	<u>19,463</u>	<u>14,450</u>

# LINWOOD COMMUNITY CHILDCARE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

### 14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Other creditors	<u>5,840</u>	<u>5,840</u>

### 15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted £	Restricted funds £	2025 Total funds £	2024 Total funds £
Fixed assets	22,911	1,314	24,225	30,326
Current assets	956,236	990	957,226	937,096
Current liabilities	<u>(5,840)</u>	<u>-</u>	<u>(5,840)</u>	<u>(5,840)</u>
	<u>973,307</u>	<u>2,304</u>	<u>975,611</u>	<u>961,582</u>

### 16. MOVEMENT IN FUNDS

	At 1/4/24 £	Net movement in funds £	At 31/3/25 £
<b>Unrestricted funds</b>			
General fund	51,256	2,422	53,678
Out of School Care	112,110	(69,606)	42,504
3 - 5 Years	1,372,849	140,590	1,513,439
Under 3's	<u>(577,375)</u>	<u>(58,939)</u>	<u>(636,314)</u>
	958,840	14,467	973,307
<b>Restricted funds</b>			
1140 Grant	2,572	(396)	2,176
Big Lottery	<u>170</u>	<u>(42)</u>	<u>128</u>
	<u>2,742</u>	<u>(438)</u>	<u>2,304</u>
<b>TOTAL FUNDS</b>	<u>961,582</u>	<u>14,029</u>	<u>975,611</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	-	2,422	2,422
Out of School Care	25,230	(94,836)	(69,606)
3 - 5 Years	358,071	(217,481)	140,590
Under 3's	<u>179,277</u>	<u>(238,216)</u>	<u>(58,939)</u>
	562,578	(548,111)	14,467
<b>Restricted funds</b>			
1140 Grant	-	(396)	(396)
Big Lottery	<u>-</u>	<u>(42)</u>	<u>(42)</u>
	<u>-</u>	<u>(438)</u>	<u>(438)</u>
<b>TOTAL FUNDS</b>	<u>562,578</u>	<u>(548,549)</u>	<u>14,029</u>

# LINWOOD COMMUNITY CHILDCARE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

### 16. MOVEMENT IN FUNDS - continued

#### Comparatives for movement in funds

	At 1/4/23 £	Net movement in funds £	At 31/3/24 £
<b>Unrestricted funds</b>			
General fund	44,394	6,862	51,256
Out of School Care	170,982	(58,872)	112,110
3 - 5 Years	1,159,338	213,511	1,372,849
Under 3's	<u>(512,434)</u>	<u>(64,941)</u>	<u>(577,375)</u>
	862,280	96,560	958,840
<b>Restricted funds</b>			
1140 Grant	2,129	443	2,572
Big Lottery	<u>227</u>	<u>(57)</u>	<u>170</u>
	<u>2,356</u>	<u>386</u>	<u>2,742</u>
<b>TOTAL FUNDS</b>	<u><u>864,636</u></u>	<u><u>96,946</u></u>	<u><u>961,582</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1	6,861	6,862
Out of School Care	35,105	(93,977)	(58,872)
3 - 5 Years	402,015	(188,504)	213,511
Under 3's	<u>140,938</u>	<u>(205,879)</u>	<u>(64,941)</u>
	578,059	(481,499)	96,560
<b>Restricted funds</b>			
1140 Grant	970	(527)	443
Big Lottery	<u>-</u>	<u>(57)</u>	<u>(57)</u>
	<u>970</u>	<u>(584)</u>	<u>386</u>
<b>TOTAL FUNDS</b>	<u><u>579,029</u></u>	<u><u>(482,083)</u></u>	<u><u>96,946</u></u>

# LINWOOD COMMUNITY CHILDCARE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

### 16. MOVEMENT IN FUNDS - continued

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

	At 1/4/23 £	Net movement in funds £	At 31/3/25 £
<b>Unrestricted funds</b>			
General fund	44,394	9,284	53,678
Out of School Care	170,982	(128,478)	42,504
3 - 5 Years	1,159,338	354,101	1,513,439
Under 3's	<u>(512,434)</u>	<u>(123,880)</u>	<u>(636,314)</u>
	862,280	111,027	973,307
<b>Restricted funds</b>			
1140 Grant	2,129	47	2,176
Big Lottery	<u>227</u>	<u>(99)</u>	<u>128</u>
	<u>2,356</u>	<u>(52)</u>	<u>2,304</u>
<b>TOTAL FUNDS</b>	<u><u>864,636</u></u>	<u><u>110,975</u></u>	<u><u>975,611</u></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 £
<b>Unrestricted funds</b>			
General fund	-	9,284	9,284
Out of School Care	60,336	(188,814)	(128,478)
3 - 5 Years	760,086	(405,985)	354,101
Under 3's	<u>320,215</u>	<u>(444,095)</u>	<u>(123,880)</u>
	1,140,637	(1,029,610)	111,027
<b>Restricted funds</b>			
1140 Grant	970	(923)	47
Big Lottery	<u>-</u>	<u>(99)</u>	<u>(99)</u>
	<u>970</u>	<u>(1,022)</u>	<u>(52)</u>
<b>TOTAL FUNDS</b>	<u><u>1,141,607</u></u>	<u><u>(1,030,632)</u></u>	<u><u>110,975</u></u>

### Explanation of Funds

The purpose of each fund is as follows:

#### **Unrestricted Funds**

##### Out of School Care Fund

The purpose of this fund is to facilitate the aims and objectives of the Out of School Care service.

##### 3-5 Years Fund

The purpose of this fund is to facilitate the aims and objectives of the nursery 3-5 years service.

## **LINWOOD COMMUNITY CHILDCARE**

### **NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025**

#### **16. MOVEMENT IN FUNDS - continued**

##### Under 3 Years Fund

The purpose of this fund is to meet the costs of running the nursery for under 3s in respect of the costs not met by the Service Level Agreement with Renfrewshire Council.

##### Fundraising/General Fund

The purpose of this fund is to provide general funds for the charity to use at its discretion towards costs perhaps not met by another fund.

##### **Restricted Funds**

##### Restricted Capital Grant

The Big Lottery grant was received in previous years in respect of the 'Outdoor Play Award' and 'Quality Childcare'. The grants were fully spent and the balance represents the net book value of the assets purchased. The outgoing resources represents the depreciation on these assets.

##### Renfrewshire Council - 1140 Grant

The restricted grant represents funding from Renfrewshire Council for play equipment and garden improvements.

#### **17. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 March 2025.