

CRANK NURSERY LIMITED
REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

CRANK NURSERY LIMITED

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FOR THE YEAR ENDED 31 MARCH 2020**

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2020**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2020. 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 aims

The charity's object and its principle activity is to utilise its resources to benefit the public in such a way as to advance the education of children below and of compulsory school age by the provision of either or both day-care nursery facilities and Nursery School for such children. The children are mainly but not exclusively resident in Crank and the Rainford area of St. Helens. The charity is organised so that the trustees meet regularly to manage its affairs. The remaining staff are employed in the nursery.

In achieving these objectives and aims, the Trustees have identified the following specific purposes and value:

Organisational Purpose - Supporting children to be active citizens

Organisational Values - Seeing the possibilities to make a positive difference

- Valuing and celebrating diversity

- Supporting rights, needs, choices and dreams

- Being responsible, sustainable and innovative in our work

STRATEGIC REPORT

Achievement and performance

The trustees are pleased to report a successful year and staff turnover has remained low.

Financial review

From a financial point of view the results for the year show a deficit of £35,469 compared to a deficit for the previous year of £208,647. The main reasons for this deficit are due to all staff receiving a 4% pay rise and a 1% increase in company pension contributions. As indicated in previous reports, the trustees have continued to operate an on-going programme of property maintenance. An upgrade of the telephone and internet systems have also been carried out.

Progress of the charity against its objective

We have supported several local charities during the year, including Willowbrook Hospice, Crank Village Community Association, Rainford / Crank in Bloom, Water Aid and Children in Need. The nursery premises are also used by the local community for fund raising purposes.

Key performance indicators

1. Nursery has been awarded the highest possible score of 5 stars from both the Environmental Health and St Helens MBC scores on the doors.
2. Positive feedback and comments from parents, local schools and the Local Authority Early Years team.

Significant Positive and Negative factors that have affected the nursery

A new sensory room has been a welcome addition along with an upgraded internet system.

Reserves Policy

The trustees have reviewed the Charity's need for reserves in line with guidance issued by the Charity Commission and have issued a detailed Reserves Policy. The charity has two designated funds, the first being the Repairs and Improvements Fund which is monies set aside for ongoing repairs and improvements to the nursery. The second designated fund is the Staff Costs Fund, which is monies set aside for the ongoing training and development of nursery staff. The trustees believe that in addition to known commitments, it is good financial practice to hold up to six months running costs in reserve, given that the charity's income could fluctuate.

An analysis of reserves at 31 March 2020 reveals that of total reserves of £293,067, £111,000 was held as designated funds (see note 18) leaving £182,067 as unrestricted general funds. This represents approximately 3 months running costs for the nursery.

Principal risks and uncertainties

The trustees consider the major strategic, business and operational risks that the charity faces each year when considering budgets and business plans. Systems have been developed to monitor and control these risks to mitigate any impact that the risks may have in the future.

The Covid-19 pandemic resulted in the temporary closure of the Nursery shortly before the year end. The closure lasted for several weeks and was followed by a phased reopening. The pandemic has resulted in changes to working practices in order to minimise the risk of transmission of the virus.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2020**

STRATEGIC REPORT

Key management personnel

The Trustees consider the key management personnel to be the management team. The remuneration of the key management personnel is set by the trustees with reference to available benchmarks of competitor pay.

Future plans

Plans for the future include the continuing maintenance and improvement of the nursery, the main purpose to improve the facilities. The refurbishment of the outside play area is also being considered. All staff will continue to keep their training up to date, including Paediatric first aid and Safeguarding.

We are continually striving to achieve the best possible outcome for the children by providing qualified and experienced staff and maintaining the purchased of fresh local ingredients and good quality resources and equipment.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Crank Nursery is a Charitable Company Limited by Guarantee, governed by a Memorandum and Articles of Association.

Overall direction and supervision of the activities of the Association is exercised by a Management Committee of 5 Directors including the officers (Chair: Mrs BE Brighouse and Company Secretary: Mrs S. Roper). The day to day running of the Nursery is undertaken by Mrs Sarah Morgan, Manager.

METHOD, APPOINTMENT, INDUCTION AND TRAINING OF TRUSTEES

All of the trustees are respected members of the local community and understand the ethos of our charity. The trustees have a background in business and/or working with children and have current enhanced DBS checks.

New trustees must be nominated by an existing member of the Nursery Board.

Potential new trustees will be invited for an informal visit to the Nursery and to meet the Board. If the Board deem the candidate suitable, the next stage in the procedure would be for them to be invited for an interview with the Board and the Nursery Manager. Following the interview a vote will be held and if agreed by a majority of the Board the candidate will be invited to join the Board as a Trustee.

Training of the Trustees is an ongoing process governed by the needs of the Nursery.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02913840 (England and Wales)

Registered Charity number

1039121

Registered office

Crank Nursery
Crank Hill
Crank
St Helens
Merseyside
WA11 7SD

Trustees

Mr J Adams
Mrs B E Brighouse
Mr F D Monk
Mr S A Rigby
Mrs P A Davenport (appointed 30.7.19)

Company Secretary

Mrs S Roper

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2020**

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

Mr David Hudd BA FCA
Institute of Chartered Accountants in England and Wales
Livesey Spottiswood Ltd
Chartered Accountants
17 George Street
St Helens
Merseyside
WA10 1DB

Bankers

NatWest Bank plc
5 Ormskirk St
St Helens
Merseyside
WA10 1DR

DISABLED EMPLOYEES

In accordance with the charity's Equal Opportunity Policy, the Charity has an established fair employment practice in the recruitment, selection, retention and training of disabled staff.

EMPLOYEE INVOLVEMENT

Employees attend regular staff meetings where their opinions on various nursery matters can be discussed and debated. The nursery has implemented a number of detailed policies regarding:

- Equality and Inclusion
- Safer recruitment
- Health and Safety
- Safeguarding and Welfare

The full details of all policies are available in the nursery.

BENEFIT TO THE PUBLIC

The Trustees confirm they have regard for the Public Benefit guidance issued by the Charity Commission as the Charities Act 2011 requires the Charity to demonstrate the Public Benefit of our aims.

The charity provides affordable, quality childcare for children within the local community along with employment for over 30 members of staff. The nursery also allows the use of the premises for the local community to use for fund raising purposes and as a polling station.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on and signed on the board's behalf by:

.....
Mrs S Roper - Secretary

Independent examiner's report to the trustees of Crank Nursery Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the 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 your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of Institute of Chartered Accountants in England and Wales which is one of the listed bodies.

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:

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

Mr David Hudd BA FCA
Institute of Chartered Accountants in England and Wales
Livesey Spottiswood Ltd
Chartered Accountants
17 George Street
St Helens
Merseyside
WA10 1DB

Date:

CRANK NURSERY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2020

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	183,893	4,000	187,893	221,923
Charitable activities					
Operation of nursery	4	598,140	-	598,140	546,828
Investment income	3	453	-	453	402
Other income		497	-	497	6,900
Total		<u>782,983</u>	<u>4,000</u>	<u>786,983</u>	<u>776,053</u>
EXPENDITURE ON					
Charitable activities					
Operation of nursery	5	818,452	4,000	822,452	984,700
NET INCOME/(EXPENDITURE)		<u>(35,469)</u>	<u>-</u>	<u>(35,469)</u>	<u>(208,647)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>328,536</u>	<u>-</u>	<u>328,536</u>	<u>537,183</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>293,067</u></u>	<u><u>-</u></u>	<u><u>293,067</u></u>	<u><u>328,536</u></u>

The notes form part of these financial statements

**BALANCE SHEET
31 MARCH 2020**

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
FIXED ASSETS					
Tangible assets	10	25,709	-	25,709	30,926
CURRENT ASSETS					
Debtors	11	24,916	-	24,916	48,120
Cash at bank		283,824	-	283,824	284,364
		<u>308,740</u>	<u>-</u>	<u>308,740</u>	<u>332,484</u>
CREDITORS					
Amounts falling due within one year	12	(41,382)	-	(41,382)	(34,874)
		<u>267,358</u>	<u>-</u>	<u>267,358</u>	<u>297,610</u>
NET CURRENT ASSETS					
		<u>293,067</u>	<u>-</u>	<u>293,067</u>	<u>328,536</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>293,067</u>	<u>-</u>	<u>293,067</u>	<u>328,536</u>
NET ASSETS					
		<u>293,067</u>	<u>-</u>	<u>293,067</u>	<u>328,536</u>
FUNDS	13				
Unrestricted funds				<u>293,067</u>	<u>328,536</u>
TOTAL FUNDS				<u>293,067</u>	<u>328,536</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

.....
Mrs B E Brighthouse - Trustee

CRANK NURSERY LIMITED

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2020

	Notes	2020 £	2019 £
Cash flows from operating activities			
Cash generated from operations	1	940	(242,677)
Net cash provided by/(used in) operating activities		<u>940</u>	<u>(242,677)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(1,933)	(3,210)
Interest received		453	402
Net cash used in investing activities		<u>(1,480)</u>	<u>(2,808)</u>
Change in cash and cash equivalents in the reporting period		<u>(540)</u>	<u>(245,485)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>284,364</u>	<u>529,849</u>
Cash and cash equivalents at the end of the reporting period		<u><u>283,824</u></u>	<u><u>284,364</u></u>

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2020**

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES	2020	2019
	£	£
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(35,469)	(208,647)
Adjustments for:		
Depreciation charges	7,150	7,511
Interest received	(453)	(402)
Decrease/(increase) in debtors	23,204	(1,824)
Increase/(decrease) in creditors	6,508	(39,315)
	<u>940</u>	<u>(242,677)</u>
Net cash provided by/(used in) operations	<u>940</u>	<u>(242,677)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS	At 1/4/19	Cash flow	At 31/3/20
	£	£	£
Net cash			
Cash at bank	284,364	(540)	283,824
	<u>284,364</u>	<u>(540)</u>	<u>283,824</u>
Total	<u>284,364</u>	<u>(540)</u>	<u>283,824</u>

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020****1. ACCOUNTING POLICIES****Basis of preparing the financial statements**

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s). The financial statements are prepared in sterling which is the functional currency of the charity.

Legal status of the charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

Going concern

The trustees consider that there are no material uncertainties about the ability of Crank Nursery Limited to continue as a going concern.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be reliably measured.

Income from Nursery fees are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the fees and any conditions for receipt are met,
- the trustees are reasonably certain they will receive it; and
- the trustees are reasonably certain that the value can be reliably measured

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably.

Interest on deposit account funds held is included when receivable and the amount can be measured reliably by the charity which is normally upon notification of the interest paid or payable by the bank.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All 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 attributable to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Fixed assets are capitalised at cost, where acquired or management's approximate valuation of cost where donated.

Depreciation is provided to write off the cost, less an estimated residual value, or all fixed assets evenly over their expected economic useful lives on a reducing balance basis as follows:-

- Classroom equipment - 25% on reducing balance
- Fixtures and fittings - 20% on reducing balance
- Computer equipment - 33% on reducing balance

The need for any impairment of a fixed asset write-down is considered if there is concern over the carrying value of an asset and is assessed by comparing that carrying value against the value in use or realisable value of the asset when appropriate.

Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020

1. ACCOUNTING POLICIES - continued**Fund accounting**

Two designated funds have been established out of the charity's unrestricted general fund. The first of these is required to cover the cost of remedial work to be carried out as a result of inspections by OFSTED and the Department of Health and Safety. The second fund has been established to cover future potential staff costs.

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The company operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

Going concern

The Covid-19 pandemic resulted in the temporary closure of the Nursery shortly before the year end. The closure lasted for several weeks and was followed by a phased reopening resulting in a total loss of income for a period. The charity has received support from various local and national government schemes in order to assist the organisation through these difficult times.

The trustees consider that there are no material uncertainties about the ability of Crank Nursery Limited to continue as a going concern.

2. DONATIONS AND LEGACIES

	2020	2019
	£	£
Donations	-	2,000
Grants	187,893	219,923
	<u>187,893</u>	<u>221,923</u>

The £2,000 donation in the prior year relates to restricted funds.

Grants received, included in the above, are as follows:

	2020	2019
	£	£
St. Helens Borough Council (Unrestricted)	178,049	214,027
Milk Grant (Unrestricted)	5,844	5,896
Tesco Grant for Sensory Room (Restricted)	4,000	-
	<u>187,893</u>	<u>219,923</u>

3. INVESTMENT INCOME

	2020	2019
	£	£
Interest received	<u>453</u>	<u>402</u>

All investment income in the current and previous year relates to unrestricted funds.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020**

4. INCOME FROM CHARITABLE ACTIVITIES

		2020	2019
	Activity	£	£
Nursery fees	Operation of nursery	<u>598,140</u>	<u>546,828</u>

All income from charitable activities in the current and previous year relates to unrestricted funds.

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 6) £	Totals £
Operation of nursery	<u>762,267</u>	<u>60,185</u>	<u>822,452</u>

The expenditure in relation to charitable activities costs in the current year was £818,452 (2019: £980,700) unrestricted and £4,000 (2019: £4,000) restricted.

6. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Operation of nursery	<u>45,893</u>	<u>14,292</u>	<u>60,185</u>

All expenditure in relation to support costs in the current and previous year was unrestricted.

7. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging independent examiner's remuneration amounting to £3,210 (2019 - £3,120).

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2020 nor for the year ended 31 March 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2020 nor for the year ended 31 March 2019.

9. STAFF COSTS

	31/03/20 £	31/03/19 £
Wages and salaries	596,862	570,621
Social security costs	35,688	31,544
Pensions	17,323	11,321
	<u>649,873</u>	<u>613,486</u>

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

	31/03/20	31/03/19
Direct charitable	34	33
Administration	2	1
	<u>36</u>	<u>34</u>

No employee had employee benefits in excess of £60,000 (2019: £Nil). Pension costs are allocated to activities in proportion to the related staffing costs incurred and are wholly charged to unrestricted funds.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020

9. STAFF COSTS - continued

The total employee benefits of the key management personnel of the Nursery were £81,354 (2019: £57,583).

Indemnity insurance for the trustees is covered at a premium of £633 (2019: £633).

10. TANGIBLE FIXED ASSETS

	Classroom equipment £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 April 2019	56,243	92,077	1,427	149,747
Additions	-	-	1,933	1,933
At 31 March 2020	<u>56,243</u>	<u>92,077</u>	<u>3,360</u>	<u>151,680</u>
DEPRECIATION				
At 1 April 2019	49,556	67,939	1,326	118,821
Charge for year	1,672	4,828	650	7,150
At 31 March 2020	<u>51,228</u>	<u>72,767</u>	<u>1,976</u>	<u>125,971</u>
NET BOOK VALUE				
At 31 March 2020	<u>5,015</u>	<u>19,310</u>	<u>1,384</u>	<u>25,709</u>
At 31 March 2019	<u>6,687</u>	<u>24,138</u>	<u>101</u>	<u>30,926</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	21,268	39,207
Prepayments and accrued income	3,648	8,913
	<u>24,916</u>	<u>48,120</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade creditors	14	3,628
Social security and other taxes	7,230	7,353
Other creditors	4,161	2,385
Accruals and deferred income	29,977	21,508
	<u>41,382</u>	<u>34,874</u>

13. MOVEMENT IN FUNDS

	At 1/4/19 £	Net movement in funds £	At 31/3/20 £
Unrestricted funds			
General fund	328,536	(35,469)	293,067
TOTAL FUNDS	<u>328,536</u>	<u>(35,469)</u>	<u>293,067</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020

13. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	782,983	(818,452)	(35,469)
Restricted funds			
Restricted funds	4,000	(4,000)	-
TOTAL FUNDS	<u>786,983</u>	<u>(822,452)</u>	<u>(35,469)</u>

Comparatives for movement in funds

	At 1/4/18 £	Net movement in funds £	At 31/3/19 £
Unrestricted funds			
General fund	535,183	(206,647)	328,536
Restricted funds			
Restricted funds	2,000	(2,000)	-
TOTAL FUNDS	<u>537,183</u>	<u>(208,647)</u>	<u>328,536</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	774,053	(980,700)	(206,647)
Restricted funds			
Restricted funds	2,000	(4,000)	(2,000)
TOTAL FUNDS	<u>776,053</u>	<u>(984,700)</u>	<u>(208,647)</u>

14. EMPLOYEE BENEFIT OBLIGATIONS

During the year the company made contributions to a defined contribution pension scheme. The amount paid during the year was £17,323 (2019: £11,321).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020

15. OTHER FINANCIAL COMMITMENTS

Minimum lease payments fall due as follows:

	Non-cancellable operating leases	
	2020	2019
	£	£
Within one year	1,740	7,015
Between one and five years	1,513	2,186
	3,253	9,201
	3,253	9,201

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2020.

17. COMPANY LIMITED BY GUARANTEE

The Charity is a company Limited by Guarantee and has no share capital.

18. DESIGNATED FUNDS

To cover anticipated future expenditure, funds are being built up in a reserve account with the NatWest. At the year end the balances were as follows:-

	£
Repairs and improvements fund	30,000
Staff costs fund	23,000
Soft play area fund	35,000
Future lease commitment fund	23,000

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2020**

	2020 £	2019 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	-	2,000
Grants	187,893	219,923
	<u>187,893</u>	<u>221,923</u>
Investment income		
Interest received	453	402
Charitable activities		
Nursery fees	598,140	546,828
Other income		
Insurance claim	-	6,900
Commission received	497	-
	<u>497</u>	<u>6,900</u>
Total incoming resources	786,983	776,053
EXPENDITURE		
Charitable activities		
Wages	565,996	545,930
Employers' national insurance	33,711	30,851
Pensions	17,323	11,321
Cost of sales - Purchases	26,043	27,590
Rent	20,000	20,000
Rates & water	11,572	11,127
Light & heat	13,910	14,229
Repairs & maintenance	24,741	223,333
Depreciation	7,150	7,511
Cleaning expenses	9,145	12,060
Toys, art & education supplies	12,483	12,780
Insurance	6,290	3,993
Training costs	1,722	3,471
Sundry expenses	12,181	15,387
	<u>762,267</u>	<u>939,583</u>
Support costs		
Management		
Wages	30,866	24,691
Employers national insurance	1,977	693
Insurance	448	633
Telephone	6,136	4,875
Other office expenses	6,020	2,978
Travel expenses	446	509
	<u>45,893</u>	<u>34,379</u>
Governance costs		
Accountancy fees	6,492	6,126
Carried forward	6,492	6,126

This page does not form part of the statutory financial statements

CRANK NURSERY LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2020

	2020	2019
	£	£
Governance costs		
Brought forward	6,492	6,126
Legal fees	6,902	4,196
Bank charges	898	416
	<u>14,292</u>	<u>10,738</u>
Total resources expended	<u>822,452</u>	<u>984,700</u>
Net expenditure	<u>(35,469)</u>	<u>(208,647)</u>

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