

REGISTERED CHARITY NUMBER: 1062766

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021
FOR
THORNEY ISLAND NURSERY

THORNEY ISLAND NURSERY

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THORNEY ISLAND NURSERY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their report with the financial statements of the charity for the year ended 31 March 2021. 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).

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 2021. 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 aim is to provide community services for young children as a not-for-profit charitable organisation. The focus of the charity's activity is in the form of a pre-school nursery. The nursery, Thorney Island Nursery, is based on Baker Barracks - Military Station base and provides a high standard of education in accordance with Ofsted requirements. In addition, the Nursery provides breakfast club and after school club for the local primary school; this facility runs from 7.30-9 am and 3-5.30 pm to coincide with the Military Personnel's working day.

Significant activities

The aim of the charity is to enhance the development and education of children of pre-school/nursery age (18 months - 5 years old) Sessional Day Care and by:

- > Providing high quality care and education for children primarily below statutory school age;
- > Working in partnership with parents to help children to learn and develop.
- > Adding to the life and wellbeing of its local community;
- > Offering children and their parents a service which promotes equality and values diversity.
- > Offering appropriate play facilities ensuring that such sessions offer opportunities for all children, regardless of race, culture, religion or means.

For the furtherance of this aim, the charity may:

- (a) Provide accommodation and equipment and engage staff;
- (b) Raise money to pay for the activities;
- (c) Make such payments as shall be necessary;
- (d) Fix and collect the fees payable in respect of children attending sessions run by the charity;
- (e) Control the admission of children to the sessions run by the provision and, if appropriate, require parents or guardians to withdraw them;
- (f) Take such other action as may benefit the provision;
- (g) Consult with parents regularly to assess the best interests of their children.

Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities. The trustees refer to public benefit throughout this report.

THORNEY ISLAND NURSERY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2021

ACHIEVEMENT AND PERFORMANCE

Charitable activities

HOW OUR ACTIVITIES DELIVER PUBLIC BENEFIT

The charity carries out activities in pursuit of its aims and objectives. These benefit the users of the nursery and the wider community of Baker Barracks and the surrounding area.

Educational Activities

We have provided a pre-school nursery education of a high quality standard this year. This provision is registered with and inspected by Ofsted. The nursery provision has allowed the children within the community to develop their skills in numeracy, literacy, social awareness and physical activities with the advantage of achieving this very close to home.

The services are open to children from all communities and backgrounds. Our equal opportunities policy and diversity helps ensure fulfilment of this aim. Our building and resources have allowed the children to have access to opportunities in indoor and outdoor activities. These facilities are provided within an abatement contract that is managed by the Defence Infrastructure Organisation (DIO).

Staff Team

Our staff team has developed numerous skills in childcare services since their employment at the setting. Training is regularly available in partnership with the local council and other Early Years Training Providers. They also include persons mainly from the local community.

Parent Partnership

The parents are afforded opportunities to take part in their child's development via parents' days, our newsletter, our website and informal discussions. Ofsted visits are announced to them and inspection reports are handed out to all.

FINANCIAL REVIEW

Principal funding sources

Thorney Island Nursery is pleased and fortunate to receive funding from a number of organisations and individual sources. During the current year they received funding from the following:

West Sussex County Council

The remainder of the funding relates to nursery fees whether direct from the parents or parents assisted government funding.

Reserves policy

The General fund represents funds arising from past operating results. The trustees are satisfied that the balance of the fund will enable the charity to meet its objectives. The trustees have also examined the requirement to maintain reserves for the ongoing work of the charity and concluded that the most appropriate level is between 3 to 6 months of operational expenditure.

FUTURE PLANS

We intend to maintain our current facilities as they have been successful in the local community. From March 2022 we have plans to reallocate the space available to us so that we can accommodate children younger than our current 18 month old limit.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

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.

THORNEY ISLAND NURSERY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number
1062766

Principal address

Baker Barracks
Thorney Island
Emsworth
Hampshire
PO10 8DH

Trustees

T Kenealy (resigned 18.1.2022)
K Lythe
G O'Leary (resigned 18.1.2022)
D Caraher (appointed 18.1.2022)
Maj R Davies (appointed 18.1.2022)

Chief Executive

Independent Examiner

Paul Underwood FCCA
Morris Crocker
Chartered Accountants
Station House
North Street
Havant
Hampshire
PO9 1QU

Approved by order of the board of trustees on 08/04/22 and signed on its behalf by:



Maj R Davies - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THORNEY ISLAND NURSERY**

Independent examiner's report to the trustees of Thorney Island Nursery

I report to the charity trustees on my examination of the accounts of Thorney Island Nursery (the Trust) for the year ended 31 March 2021.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.



Paul Underwood FCCA
Morris Crocker
Chartered Accountants
Station House
North Street
Havant
Hampshire
PO9 1QU

Date: 08/04/2022

THORNEY ISLAND NURSERY

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2021**

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	246	-	246	-
Charitable activities	5				
Nursery activities		171,666	25,567	197,233	226,492
Other trading activities	3	823	-	823	1,839
Investment income	4	27	-	27	181
Total		<u>172,762</u>	<u>25,567</u>	<u>198,329</u>	<u>228,512</u>
EXPENDITURE ON					
Raising funds	6	224	-	224	1,179
Charitable activities	7				
Nursery activities		164,483	25,567	190,050	253,787
Total		<u>164,707</u>	<u>25,567</u>	<u>190,274</u>	<u>254,966</u>
NET INCOME/(EXPENDITURE)		<u>8,055</u>	<u>-</u>	<u>8,055</u>	<u>(26,454)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		67,520	-	67,520	93,974
TOTAL FUNDS CARRIED FORWARD		<u><u>75,575</u></u>	<u><u>-</u></u>	<u><u>75,575</u></u>	<u><u>67,520</u></u>

THORNEY ISLAND NURSERY

BALANCE SHEET 31 MARCH 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible assets	12	8,934	13,899
CURRENT ASSETS			
Debtors	13	7,926	1,080
Cash at bank and in hand		65,337	57,794
		<u>73,263</u>	<u>58,874</u>
CREDITORS			
Amounts falling due within one year	14	(6,622)	(5,253)
NET CURRENT ASSETS		<u>66,641</u>	<u>53,621</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>75,575</u>	<u>67,520</u>
NET ASSETS		<u>75,575</u>	<u>67,520</u>
FUNDS	16		
Unrestricted funds		75,575	67,520
TOTAL FUNDS		<u>75,575</u>	<u>67,520</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 08/04/22 and were signed on its behalf by:



R Davies - Trustee

THORNEY ISLAND NURSERY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

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 Act 2011. The financial statements have been prepared under the historical cost convention.

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.

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.

Plant and machinery	- 25% on cost
Fixtures and fittings	- 25% on cost

Individual fixed assets costing £100 or more are capitalised at cost.

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.

THORNEY ISLAND NURSERY

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2021

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations	246	-

3. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Fundraising events	549	1,542
Uniform sales	274	297
	823	1,839

4. INVESTMENT INCOME

	2021	2020
	£	£
Deposit account interest	27	181

All investment income is derived from assets held in the United Kingdom.

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2021	2020
		£	£
Nursery fees	Nursery activities	68,783	110,920
Grants	Nursery activities	25,567	-
WSCC Funding	Nursery activities	102,579	114,468
Staff lunches	Nursery activities	304	1,104
		197,233	226,492

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

	2021	2020
	£	£
Covid 19 JRS	25,567	-

6. RAISING FUNDS

Raising donations and legacies

	2021	2020
	£	£
Fund raising expenses	71	336
Uniform costs	161	844
	232	1,180

THORNEY ISLAND NURSERY

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2021

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Nursery activities	<u>164,336</u>	<u>25,714</u>	<u>190,050</u>

8. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Nursery activities	<u>23,833</u>	<u>81</u>	<u>1,800</u>	<u>25,714</u>

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

Management

	2021 Nursery activities £	2020 Total activities £
Insurance	702	719
Telephone	42	141
Postage and stationery	317	687
Advertising	40	10
Sundries	326	1,091
Professional fees	1,669	124
Computer expenses	2,705	2,734
CRB Checks	369	60
Subscriptions	353	349
Health and safety	154	163
Training	505	547
Cleaning	2,676	2,148
Motor expenses	32	229
Repairs and renewals	6,461	7,937
Depreciation of tangible and heritage assets	7,482	6,900
Loss on sale of tangible fixed assets	-	(41)
	<u>23,833</u>	<u>23,798</u>

Finance

	2021 Nursery activities £	2020 Total activities £
Bank charges	<u>81</u>	<u>34</u>

THORNEY ISLAND NURSERY

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2021

8. SUPPORT COSTS - continued Governance costs

	2021 Nursery activities £	2020 Total activities £
Accountancy and legal fees	<u>1,800</u>	<u>1,800</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

Trustees' expenses

During the year no trustees (2020: nil) were reimbursed out of pocket expenses (2020: nil).

10. STAFF COSTS

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

	2021	2020
Nursery staff	<u>12</u>	<u>15</u>

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

During 2021, the key management personnel consisted of the manager and deputy who earned remuneration of £48,227 (2020: £25,938).

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Charitable activities			
Nursery activities	226,492	-	226,492
Other trading activities	1,839	-	1,839
Investment income	<u>181</u>	<u>-</u>	<u>181</u>
Total	228,512	-	228,512
EXPENDITURE ON			
Raising funds	1,179	-	1,179
Charitable activities			
Nursery activities	253,787	-	253,787
Total	254,966	-	254,966
NET INCOME/(EXPENDITURE)	(26,454)	-	(26,454)

THORNEY ISLAND NURSERY

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021**

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	93,974	-	93,974
TOTAL FUNDS CARRIED FORWARD	<u>67,520</u>	<u>-</u>	<u>67,520</u>

12. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Totals £
COST			
At 1 April 2020	5,808	27,000	32,808
Additions	2,055	462	2,517
At 31 March 2021	<u>7,863</u>	<u>27,462</u>	<u>35,325</u>
DEPRECIATION			
At 1 April 2020	4,361	14,548	18,909
Charge for year	1,328	6,154	7,482
At 31 March 2021	<u>5,689</u>	<u>20,702</u>	<u>26,391</u>
NET BOOK VALUE			
At 31 March 2021	<u>2,174</u>	<u>6,760</u>	<u>8,934</u>
At 31 March 2020	<u>1,447</u>	<u>12,452</u>	<u>13,899</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	<u>7,926</u>	<u>1,080</u>

THORNEY ISLAND NURSERY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade creditors	232	1,089
Other creditors	6,390	4,164
	<u>6,622</u>	<u>5,253</u>

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
Fixed assets	8,934	-	8,934	13,899
Current assets	73,263	-	73,263	58,874
Current liabilities	(6,622)	-	(6,622)	(5,253)
	<u>75,575</u>	<u>-</u>	<u>75,575</u>	<u>67,520</u>

16. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	67,520	8,055	75,575
TOTAL FUNDS	<u>67,520</u>	<u>8,055</u>	<u>75,575</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	172,762	(164,707)	8,055
Restricted funds			
Covid 19 JRS	25,567	(25,567)	-
TOTAL FUNDS	<u>198,329</u>	<u>(190,274)</u>	<u>8,055</u>

THORNEY ISLAND NURSERY

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2021

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	93,974	(26,454)	67,520
TOTAL FUNDS	<u>93,974</u>	<u>(26,454)</u>	<u>67,520</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	228,512	(254,966)	(26,454)
TOTAL FUNDS	<u>228,512</u>	<u>(254,966)</u>	<u>(26,454)</u>

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2021.