

Charity registration number 1172148

NASSINGTON PRE-SCHOOL CIO
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

NASSINGTON PRE-SCHOOL CIO

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	L John	
	D Burrows	(Appointed 16 November 2021)
	A Shaw	(Appointed 4 November 2020)
	L Shaw	(Appointed 4 November 2020)
	D Mortimer	(Appointed 21 November 2022)
	R Park	(Appointed 21 November 2022)
	D Wells	(Appointed 9 January 2023)
	C Wells	(Appointed 9 January 2023)
Charity number	1172148	
Principal address	The Playing Fields Fotheringhay Road Nassington Peterborough PE8 6QU	
Independent examiner	K M Hilliard ACA FCCA CTA 36 Tyndall Court Lynchwood Peterborough Cambridgeshire PE2 6LR	

NASSINGTON PRE-SCHOOL CIO

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NASSINGTON PRE-SCHOOL CIO

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2020

The trustees present their annual report and financial statements for the year ended 31 August 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "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

The charity's objects are the development and education of children and young people in particular by:

1. Promoting their care and safety;
2. Promoting their education and promoting parental involvement;
3. Promoting their health and wellbeing;
4. Providing services to support them and their families and carers;
5. Providing services to individuals holding membership of the CIO;
6. Furthering the aims of the pre-school alliance.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

2019/2020 was a challenging year for Nassington Pre-school. Whilst the setting continued to enjoy a successful intake from the local area, the COVID pandemic, and associated lockdown and restrictions, had a profound effect on us. The setting closed down in March 2020, and our re-opening in June was to a limited intake. Staff were paid full time hours but worked only 2 days a week to reduce the adults in the premises. We offered only core hours 9am to 3pm so extended income was cut. The need for Personal Protective Equipment increased our costs. Wider requirements to ensure the continued safety of children and staff increased our costs. For example the purchase of resources for our children on an almost 'individual or single use' basis, had a consequential impact on our expenditure.

The continued commitment and dedication of our staff during this time should be acknowledged.

At a governance level the pandemic, and illness of key individual(s), served to identify some weaknesses in our systems that affected our ability to (for example) submit our finalised accounts to the Charity Commission in the required timescales. This was also to have an impact in the forthcoming financial years. In 2022/2023 changes were implemented to help improve this situation and provide stronger and more resilient processes.

Financial review

The Statement of Financial Activities indicate a satisfactory result, with net incoming resources for the year of £2,367.

The reserves of the charity as at 31 August 2020 were £114,168, all of which is unrestricted.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is a charitable incorporated organisation registered with the Charity Commission on 20 March 2017.

NASSINGTON PRE-SCHOOL CIO

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

The trustees who served during the year and up to the date of signature of the financial statements were:

L John	
D Burrows	(Appointed 16 November 2021)
A Shaw	(Appointed 4 November 2020)
L Shaw	(Appointed 4 November 2020)
H Mason	(Resigned 4 November 2020)
K Sutton	(Resigned 4 November 2020)
K Franklin	(Resigned 6 November 2019)
E Hind	(Appointed 4 November 2020 and resigned 16 November 2021)
D Mortimer	(Appointed 21 November 2022)
R Park	(Appointed 21 November 2022)
D Wells	(Appointed 9 January 2023)
C Wells	(Appointed 9 January 2023)

New trustees are appointed as required and receive a comprehensive induction on the activities of the charity.

The trustees' report was approved by the Board of Trustees.



D Mortimer
Trustee

Date: 03 MAY 2023

NASSINGTON PRE-SCHOOL CIO

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF NASSINGTON PRE-SCHOOL CIO

I report to the trustees on my examination of the financial statements of Nassington Pre-School CIO (the charity) for the year ended 31 August 2020.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.



K M Hilliard ACA FCCA CTA

36 Tyndall Court
Lynchwood
Peterborough
Cambridgeshire
PE2 6LR

Dated:

4 May 2023

NASSINGTON PRE-SCHOOL CIO

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2020

	Notes	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Income from:							
Donations and legacies	3	10,000	5,168	15,168	-	-	-
Charitable activities	4	102,194	-	102,194	113,520	-	113,520
Other trading activities	5	492	-	492	1,678	-	1,678
Investments	6	31	-	31	38	-	38
Total income		112,717	5,168	117,885	115,236	-	115,236
Expenditure on:							
Raising funds	7	-	-	-	96	-	96
Charitable activities	8	110,350	5,168	115,518	102,489	-	102,489
Total expenditure		110,350	5,168	115,518	102,585	-	102,585
Net income for the year/ Net movement in funds		2,367	-	2,367	12,651	-	12,651
Fund balances at 1 September 2019		111,801	150,000	261,801	99,150	150,000	249,150
Fund balances at 31 August 2020		114,168	150,000	264,168	111,801	150,000	261,801

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

NASSINGTON PRE-SCHOOL CIO

BALANCE SHEET

AS AT 31 AUGUST 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	12		178,606		178,329
Current assets					
Debtors	13	1,191		1,857	
Cash at bank and in hand		87,505		83,707	
		<u>88,766</u>		<u>85,564</u>	
Creditors: amounts falling due within one year	14	(3,194)		(3,082)	
Net current assets			85,562		82,472
Total assets less current liabilities			<u>284,168</u>		<u>281,801</u>
Income funds					
Restricted funds	16		150,000		150,000
Unrestricted funds			114,168		111,801
			<u>264,168</u>		<u>261,801</u>

The financial statements were approved by the Trustees on 03 May 2021



D. Mortimer
Trustee

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies

Charity information

Nassington Pre-School CIO is a Charitable Incorporated Organisation registered on 20 March 2017. The charity registration number is 1172148.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

1.5 Expenditure

Expenditure is accounted for on an accruals basis.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	No depreciation charged
Fixtures and fittings	3 or 4 year straight line
Computers	25% reducing balance

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies

(Continued)

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 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 transaction 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.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies

(Continued)

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Total
	2020 £	2020 £	2020 £	2019 £
Covid support grants	10,000	5,168	15,168	-
Grants receivable for core activities				
East Northants Council Covid Support	10,000	-	10,000	-
HMRC Furlough Scheme	-	5,168	5,168	-
	10,000	5,168	15,168	-

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

4 Charitable activities

	2020 £	2019 £
Nursery fees	23,151	35,685
Nursery grants	79,043	77,835
	<u>102,194</u>	<u>113,520</u>

5 Other trading activities

	Unrestricted funds	Unrestricted funds
	2020 £	2019 £
Fundraising events	<u>492</u>	<u>1,678</u>

6 Investments

	Unrestricted funds	Unrestricted funds
	2020 £	2019 £
Interest receivable	<u>31</u>	<u>38</u>

7 Raising funds

	Total	Unrestricted funds
	2020 £	2019 £
Fundraising and publicity		
Staging fundraising events	<u>-</u>	<u>96</u>
	<u>-</u>	<u>96</u>

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

8 Charitable activities

	2020 £	2019 £
Staff costs	95,182	80,416
Depreciation and impairment	226	79
Preschool consumables	4,236	3,933
Staff training	619	178
Travelling expenses	325	1,057
Subscriptions	241	245
Staff uniform	34	580
Repairs and maintenance	4,220	2,388
Advertising	538	1,756
	<u>105,621</u>	<u>90,632</u>
Share of support costs (see note 9)	7,336	9,181
Share of governance costs (see note 9)	2,561	2,676
	<u>115,518</u>	<u>102,489</u>
Analysis by fund		
Unrestricted funds	110,350	102,489
Restricted funds	5,168	-
	<u>115,518</u>	<u>102,489</u>

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

9 Support costs

	Support costs	Governance costs	2020	Support costs	Governance costs	2019
	£	£	£	£	£	£
Rent	(111)	-	(111)	664	-	664
Insurance	1,307	-	1,307	1,308	-	1,308
Admin expenses	650	-	650	1,344	-	1,344
Light and heat	2,156	-	2,156	2,353	-	2,353
Phone and internet	1,726	-	1,726	1,758	-	1,758
Cleaning	1,608	-	1,608	1,754	-	1,754
Legal and professional	-	1,954	1,954	-	572	572
Finance administration	-	607	607	-	2,104	2,104
	<u>7,336</u>	<u>2,561</u>	<u>9,897</u>	<u>9,181</u>	<u>2,676</u>	<u>11,857</u>
Analysed between						
Charitable activities	<u>7,336</u>	<u>2,561</u>	<u>9,897</u>	<u>9,181</u>	<u>2,676</u>	<u>11,857</u>

Governance costs includes payments to the independent examiners of £900 (2019 - nil) for independent examination fees.

10 Trustees

During the year, Lisa John, a trustee of the charity, received a remuneration of £33,067 (2019 - £31,870) for her role as the pre-school manager.

During the year, Lisa John, a trustee of the charity received reimbursement for travel expenses totalling £171. This was in the course of carrying out her employed role at the nursery.

11 Employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
	<u>5</u>	<u>4</u>
Employment costs	2020	2019
	£	£
Wages and salaries	94,217	79,284
Other pension costs	965	1,132
	<u>95,182</u>	<u>80,416</u>

There were no employees whose annual remuneration was more than £60,000.

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

12 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Computers	Total
	£	£	£	£
Cost				
At 1 September 2019	178,092	3,940	562	182,594
Additions	-	503	-	503
At 31 August 2020	178,092	4,443	562	183,097
Depreciation and impairment				
At 1 September 2019	-	3,940	325	4,265
Depreciation charged in the year	-	168	58	226
At 31 August 2020	-	4,108	383	4,491
Carrying amount				
At 31 August 2020	178,092	335	179	178,606
At 31 August 2019	178,092	-	237	178,329

13 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Trade debtors	-	270
Prepayments and accrued income	1,191	1,587
	1,191	1,857

14 Creditors: amounts falling due within one year

	2020 £	2019 £
Other taxation and social security	1,836	406
Trade creditors	209	1,396
Accruals and deferred income	1,149	290
	3,194	2,092

15 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £965 (2019 - £1,132).

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

16 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 September 2018	Movement in funds Incoming resources	Balance at 1 September 2019	Movement in funds Incoming resources	Balance at 31 August 2020
	£	£	£	£	£
Property purchase fund	150,000	-	150,000	-	150,000

The property purchase fund represents £150,000 received in order to facilitate the purchase of the pre-school premises.

17 Analysis of net assets between funds

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Fund balances at 31 August 2020 are represented by:						
Tangible assets	28,606	150,000	178,606	28,329	150,000	178,329
Current assets/(liabilities)	85,562	-	85,562	83,472	-	83,472
	<u>114,168</u>	<u>150,000</u>	<u>264,168</u>	<u>111,801</u>	<u>150,000</u>	<u>261,801</u>

18 Related party transactions

There were no disclosable related party transactions during the year (2019 - none).

19 Prior period adjustment

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

19 Prior period adjustment

(Continued)

Changes to the balance sheet

	At 31 August 2019		
	As previously reported	Adjustment	As restated
	£	£	£
Creditors due after one year			
Other creditors	(150,000)	150,000	-
	<u> </u>	<u> </u>	<u> </u>
Capital funds			
Income funds			
Restricted funds	-	150,000	150,000
Unrestricted funds	111,801	-	111,801
	<u> </u>	<u> </u>	<u> </u>
Total funds	<u>111,801</u>	<u>150,000</u>	<u>261,801</u>

£150,000 was received in an earlier period as a grant towards the purchase of the pre-school building. This grant was previously recognised as repayable but this is not the case and should have been recognised as income when received. A prior period adjustment has been entered to correct the position.