

NASSINGTON PRE-SCHOOL CIO
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023

NASSINGTON PRE-SCHOOL CIO

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

L John
D Burrows
A Shaw
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 2023

The trustees present their annual report and financial statements for the year ended 31 August 2023.

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

Following a few difficult years, this year saw the governance changes that the trustees have implemented begin to take effect. The move to stronger and more resilient processes for our accounting system, improved accountability and autonomy for the manager and other changes have helped us to strengthen our governance - which in turn supports what we can offer children. This is matched by a strong commitment from the trustees to support the facility's ongoing development.

This in turn is matched by the continued commitment and dedication of our staff.

The pressures on the Early Years sector have continued. The cost of living issues and restricted funding remain. Recruitment to the sector remains difficult, directly impacting our ability to fill two vacant posts. Our staff have worked tirelessly to ensure we remain able to offer an environment in which our children learn, develop and achieve. As a trustee and a parent, I am immensely grateful for their work.

Financial pressure remain. We have held our fees unchanged for a number of years, which has impacted our overall financial position year on year. The harsh reality for us is that the trustees will need to review our fees in late 2023.

We have, in Nassington Pre-School an amazing facility of which we are rightly proud. We want to continue to develop and ensure what we do enables children to learn and grow in the best possible environment.

Financial review

The Statement of Financial Activities reported net expenditure over income of £15,703.

The reserves of the charity as at 31 August 2023 were £225,152 of which £75,152 were unrestricted funds.

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 2023

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

L John

D Burrows

A Shaw

L Shaw

(Resigned 26 April 2023)

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: 06 November 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 2023.

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

Price Bailey LLP

36 Tyndall Court
Lynchwood
Peterborough
Cambridgeshire
PE2 6LR

Dated: 7 November 2023

NASSINGTON PRE-SCHOOL CIO

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2023

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Notes						
Income from:							
Donations and legacies	3	-	-	-	-	3,500	3,500
Charitable activities	4	93,781	-	93,781	103,497	-	103,497
Investments	5	182	-	182	9	-	9
Total income		<u>93,963</u>	<u>-</u>	<u>93,963</u>	<u>103,506</u>	<u>3,500</u>	<u>107,006</u>
Expenditure on:							
Charitable activities	6	<u>109,666</u>	<u>-</u>	<u>109,666</u>	<u>111,812</u>	<u>3,500</u>	<u>115,312</u>
Net expenditure for the year/							
Net movement in funds		(15,703)	-	(15,703)	(8,306)	-	(8,306)
Fund balances at 1 September 2022		<u>90,855</u>	<u>150,000</u>	<u>240,855</u>	<u>99,161</u>	<u>150,000</u>	<u>249,161</u>
Fund balances at 31 August 2023		<u>75,152</u>	<u>150,000</u>	<u>225,152</u>	<u>90,855</u>	<u>150,000</u>	<u>240,855</u>

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 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	11		174,551		175,600
Current assets					
Debtors	12	2,577		420	
Cash at bank and in hand		49,605		69,387	
		52,182		69,807	
Creditors: amounts falling due within one year	13	(1,581)		(4,552)	
Net current assets			50,601		65,255
Total assets less current liabilities			225,152		240,855
Income funds					
Restricted funds	14		150,000		150,000
Unrestricted funds			75,152		90,855
			225,152		240,855

The financial statements were approved by the Trustees on 06 November 2023


D Mortimer
Trustee

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2023

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	1% per annum of buildings cost
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 2023

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 2023

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

	Total	Restricted funds
	2023 £	2022 £
Parish Council grants		3,500
Grants receivable for core activities		
Other		3,500
		3,500

4 Charitable activities

	2023 £	2022 £
Nursery fees	45,997	32,733
Nursery grants	47,784	70,764
	93,781	103,497

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

5 Investments

Unrestricted funds Unrestricted funds

2023 2022
£ £

Interest receivable	182	9
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6 Charitable activities

2023 2022
£ £

Staff costs	89,291	91,102
Depreciation and impairment	1,570	1,614
Preschool consumables	3,098	4,956
Staff training	78	104
Subscriptions	588	217
Staff uniform	290	-
Repairs and maintenance	4,412	7,576
Advertising	284	384
	<u>99,611</u>	<u>105,953</u>

Share of support costs (see note 7)	8,651	7,763
Share of governance costs (see note 7)	1,404	1,596

	<u>109,666</u>	<u>115,312</u>
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Analysis by fund

Unrestricted funds	109,666	111,812
Restricted funds	-	3,500

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

7 Support costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022
	£	£	£	£	£	£
Insurance	1,394	-	1,394	1,305	-	1,305
Admin expenses	244	-	244	464	-	464
Light and heat	3,434	-	3,434	3,340	-	3,340
Phone and internet	1,478	-	1,478	1,180	-	1,180
Cleaning	1,576	-	1,576	1,474	-	1,474
Computer running costs	525	-	525	-	-	-
Legal and professional	-	777	777	-	1,150	1,150
Finance administration	-	627	627	-	446	446
	<u>8,651</u>	<u>1,404</u>	<u>10,055</u>	<u>7,763</u>	<u>1,596</u>	<u>9,359</u>
Analysed between						
Charitable activities	<u>8,651</u>	<u>1,404</u>	<u>10,055</u>	<u>7,763</u>	<u>1,596</u>	<u>9,359</u>

Governance costs includes payments to the independent examiners of £479 (2022 - £900) for independent examination fees.

8 Trustees

During the year, L John, a trustee of the charity, received a remuneration of £36,411 (2022 - £33,855) for her role as the pre-school manager and employer pension contributions of £622 (2022 - nil) for her role as the pre-school manager.

During the year, L John, a trustee of the charity received reimbursement for travel and other expenses totalling £383 (2022 - £132). This was in the course of carrying out her employed role at the nursery.

9 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	<u>4</u>	<u>4</u>
Employment costs	2023	2022
	£	£
Wages and salaries	87,695	89,678
Other pension costs	1,596	1,424
	<u>89,291</u>	<u>91,102</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 2023

10 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.

11 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Computers	Total
	£	£	£	£
Cost				
At 1 September 2022	178,092	4,677	562	183,331
Additions	-	-	522	522
At 31 August 2023	178,092	4,677	1,084	183,853
Depreciation and impairment				
At 1 September 2022	2,672	4,599	461	7,732
Depreciation charged in the year	1,336	78	156	1,570
At 31 August 2023	4,008	4,677	617	9,302
Carrying amount				
At 31 August 2023	174,084	-	467	174,551
At 31 August 2022	175,420	79	101	175,600

12 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	1,254	-
Prepayments and accrued income	1,323	420
	2,577	420

13 Creditors: amounts falling due within one year

	2023 £	2022 £
Other taxation and social security	454	1,419
Accruals and deferred income	1,127	3,133
	1,581	4,552

NASSINGTON PRE-SCHOOL CIO

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

14 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:

	Movement in funds			Movement in funds		
	Balance at 1 September 2021	Incoming resources	Resources expended	Balance at 1 September 2022	Incoming resources	Balance at 31 August 2023
	£	£	£	£	£	£
Property purchase fund	150,000	-	-	150,000	-	150,000
Parish council grant	-	3,500	(3,500)	-	-	-
	<u>150,000</u>	<u>3,500</u>	<u>(3,500)</u>	<u>150,000</u>	<u>-</u>	<u>150,000</u>

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

15 Analysis of net assets between funds

	Unrestricted funds 2023	Restricted funds 2023	Total Unrestricted funds 2023	Unrestricted funds 2022	Restricted funds 2022	Total 2022
	£	£	£	£	£	£
Fund balances at 31 August 2023 are represented by:						
Tangible assets	24,551	150,000	174,551	25,600	150,000	175,600
Current assets/(liabilities)	50,601	-	50,601	65,255	-	65,255
	<u>75,152</u>	<u>150,000</u>	<u>225,152</u>	<u>90,855</u>	<u>150,000</u>	<u>240,855</u>

16 Related party transactions

During the academic year, children of two of the trustees of the charity attended the pre-school. Fees were charged to the trustees at normal rates.