

**Report of the Trustees and**  
**Financial Statements**  
**for the Year Ended 31 December 2021**  
**for**  
**Middle Rasen Nursery**

## **Middle Rasen Nursery**

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## **Middle Rasen Nursery**

### **Report of the Trustees for the Year Ended 31 December 2021**

The trustees present their report with the financial statements of the charity for the year ended 31 December 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 Principal aim of the charity is to advance the education of children, primarily but not exclusively below compulsory school age by;

- Providing safe and satisfying group play and planned educational activities
- Encouraging other charitable activities through which parents may help the children

##### **Public benefit**

The trustees have regard to the Charity Commission's general guidance on public benefit and always ensure that activities which we undertake are in line with our charitable objects and aims.

##### **Volunteers**

The charity actively encourages the use of volunteers to support them with delivering the charitable aims. Volunteers presently come from within the pool of members who are parents of those children enrolled with the nursery.

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Charitable activities**

The past year the charity, like most businesses, were still dealing with Covid 19 and the impacts it had both operationally and from a fundraising viewpoint, with the nurseries main issues being staff having to isolate and also having to provide cover for them.

Again our Summer club opened and was extremely successful as we have found it to be most of our younger children requiring spaces due to parents working and needing child care.

The nursery is extremely grateful for the support of The John Wilkinson Trust, Tesco with their fare share boxes and food donations and Coop donating towards our breakfast club and out of school club.

##### **Fundraising activities**

As the country opened up more towards the latter parts of the year the committee and staff were able to undertake a number of fundraising events. Firstly a Halloween walk through Middle Rasen village raising £100 and in collaboration with Middle Rasen Primary School the nursery held a Carol service and a Christmas raffle, raising £500 for the nursery. Fundraising has continued to grow from strength to strength and the nursery are grateful to those involved in undertaking these activities.

## **Middle Rasen Nursery**

### **Report of the Trustees** **for the Year Ended 31 December 2021**

#### **FINANCIAL REVIEW**

##### **Financial position**

Following a year of continued expansion in terms of children within setting, Middle Rasen Nursery has made a strong surplus in the current year, solidifying the strong financial position they find themselves in. The Nursery continues to have a waiting list for the setting, and the committee are actively looking at how the provisions can be increased.

Despite the strong performance the increases within national minimum wage and the soaring cost of living have also had a strain on the nursery. A further rise in the minimum wage post year end saw the nursery increase its fees, however this had no meaningful impact upon the settings numbers.

##### **Reserves policy**

The Committee have established a policy whereby the free reserves, that being the unrestricted funds not committed or invested in tangible fixed assets, held by the charity, should be equivalent to approximately 3 months resources expended, which equates to £45,000 in general funds. At this level, the Management Committee feel that they would be able to continue running the organisation in the event of a loss of all funding sources. At 31 December 2021 the free reserves were £75,087 and as such above the expected level, however the committee continue to monitor funds available.

##### **Going concern**

The trustees consider the charity to be a going concern. The charity navigated the Covid-19 obstacles in the current year and continue to go from strength to strength. There is waiting list for people wanting to use the nursery and the charity is anticipating another surplus in the coming year.

#### **FUTURE PLANS**

One of the key focusses of the board was and continues to be, to improve the communication between the staff of the Nursery and install a collective effort. As part of this process the board are working on ideas to improve staff welfare including the provision of a new staff room.

The future plans in the main though centre around the core aims which is to enhance the education of children. The nursery continues to look for the very best team to lead this provision, and has appointed a number of people since the year end who have enhanced an already great team.

The charity continues to explore the possibility of expanding its provision in order to eliminate the waiting list it currently has.

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

##### **Governing document**

The charity is controlled by its constitution and represents an unincorporated charity.

##### **Recruitment and appointment of new trustees**

New trustees are recruited from the membership pool, that being parents of the children the nursery cares for. In addition to this the board are always keen to speak with external parties who are interested in bringing their expertise to enhance the board.

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Registered Charity number**

1003253

**Middle Rasen Nursery**

**Report of the Trustees**  
**for the Year Ended 31 December 2021**

**Principal address**

North Street  
Middle Rasen  
MARKET RASEN  
Lincolnshire  
LN8 3TS

**Trustees**

Mrs R Moreton  
Mrs V Coulby  
Mrs K James (resigned 17.10.22)  
Mrs K E Priestley  
Mrs G Berry  
Mr S Bunney (resigned 18.10.21)  
Mrs C Snell (appointed 27.9.21)  
J Langley (appointed 17.10.22)  
H Long (appointed 17.10.22)  
L Daubney (appointed 17.10.22)  
Mr N Hunt (appointed 17.10.22)  
Mr A Withers-Adamson (appointed 17.10.22)  
E Harker (appointed 17.10.22)  
L J Palmer (appointed 17.10.22)

**Independent Examiner**

Nicholsons  
Chartered Accountants  
Newland House  
The Point  
Weaver Road  
LINCOLN  
Lincolnshire  
LN6 3QN

Approved by order of the board of trustees on 8 December 2022 and signed on its behalf by:

Mrs V Coulby - Trustee

**Independent Examiner's Report to the Trustees of  
Middle Rasen Nursery**

**Independent examiner's report to the trustees of Middle Rasen Nursery**

I report to the charity trustees on my examination of the accounts of Middle Rasen Nursery (the Trust) for the year ended 31 December 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.

Emma Murray FCA  
Nicholsons  
Chartered Accountants  
Newland House  
The Point  
Weaver Road  
LINCOLN  
Lincolnshire  
LN6 3QN

Date: .....

## Middle Rasen Nursery

### Statement of Financial Activities for the Year Ended 31 December 2021

	Notes	31/12/21 Unrestricted fund £	31/12/20 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies		6,815	3,580
<b>Charitable activities</b>			
Nursery Provision		197,765	134,694
Other trading activities	2	636	18
Investment income	3	6	33
<b>Total</b>		<u>205,222</u>	<u>138,325</u>
<b>EXPENDITURE ON</b>			
Raising funds		197	-
<b>Charitable activities</b>			
Nursery Provision		<u>177,064</u>	<u>148,361</u>
<b>Total</b>		<u>177,261</u>	<u>148,361</u>
<b>NET INCOME/(EXPENDITURE)</b>		27,961	(10,036)
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		54,089	64,125
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>82,050</u></u>	<u><u>54,089</u></u>

The notes form part of these financial statements

**Middle Rasen Nursery**

**Statement of Financial Position**  
**31 December 2021**

		31/12/21 Unrestricted fund £	31/12/20 Total funds £
<b>FIXED ASSETS</b>	Notes		
Tangible assets	7	6,963	7,224
<b>CURRENT ASSETS</b>			
Debtors	8	11,251	4,112
Cash at bank		77,224	60,842
		<u>88,475</u>	<u>64,954</u>
<b>CREDITORS</b>			
Amounts falling due within one year	9	(13,388)	(18,089)
		<u>75,087</u>	<u>46,865</u>
<b>NET CURRENT ASSETS</b>			
		<u>82,050</u>	<u>54,089</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		<u>82,050</u>	<u>54,089</u>
<b>NET ASSETS</b>		<u>82,050</u>	<u>54,089</u>
<b>FUNDS</b>	10		
Unrestricted funds		<u>82,050</u>	<u>54,089</u>
<b>TOTAL FUNDS</b>		<u>82,050</u>	<u>54,089</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 19 December 2022 and were signed on its behalf by:

Mrs V Coulby - Trustee

## **Middle Rasen Nursery**

### **Notes to the Financial Statements** **for the Year Ended 31 December 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.

Donated services and facilities:

Donated services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably.

On receipt, donated services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Grants:

Income from 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 and is not deferred.

##### **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.

##### **Raising funds**

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

##### **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	- 20% on reducing balance
Fixtures and fittings	- 20% on reducing balance

## Middle Rasen Nursery

### Notes to the Financial Statements - continued for the Year Ended 31 December 2021

#### 1. ACCOUNTING POLICIES - continued

##### **Tangible fixed assets**

Computer equipment - 20% on reducing balance

##### **Taxation**

The charity is exempt from tax and VAT 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.

##### **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.

##### **Going concern**

The charity's main source of income is from the provision of childcare services, both funded and non funded. The trustees confirm that they are not aware of any circumstances which indicate there will be any cessation of the provision of these services. Furthermore the charity continues to strive to generate additional funding where possible, and as such the financial statements are prepared on a going concern basis.

##### **Financial instruments**

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

#### 2. OTHER TRADING ACTIVITIES

	31/12/21	31/12/20
	£	£
Fundraising events	636	18
	<u>        </u>	<u>        </u>

**Middle Rasen Nursery**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 December 2021**

**3. INVESTMENT INCOME**

	31/12/21	31/12/20
	£	£
Deposit account interest	6	33
	<u>6</u>	<u>33</u>

**4. INCOME FROM CHARITABLE ACTIVITIES**

		31/12/21	31/12/20
	Activity	£	£
Childcare services	Nursery Provision	197,765	124,694
Council grant	Nursery Provision	-	10,000
		<u>197,765</u>	<u>134,694</u>

**5. TRUSTEES' REMUNERATION AND BENEFITS**

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

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

**6. STAFF COSTS**

	31/12/21	31/12/20
	£	£
Wages and salaries	139,470	111,972
Social security costs	4,072	1,746
Other pension costs	2,275	1,483
	<u>145,817</u>	<u>115,201</u>

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

	31/12/21	31/12/20
Nursery practitioners	10	7
Administration	1	1
	<u>11</u>	<u>8</u>

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

**Middle Rasen Nursery**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 December 2021**

**7. TANGIBLE FIXED ASSETS**

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>				
At 1 January 2021	17,967	12,894	5,956	36,817
Additions	-	-	1,316	1,316
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2021	17,967	12,894	7,272	38,133
	<hr/>	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION</b>				
At 1 January 2021	15,116	10,254	4,223	29,593
Charge for year	571	528	478	1,577
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2021	15,687	10,782	4,701	31,170
	<hr/>	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE</b>				
At 31 December 2021	2,280	2,112	2,571	6,963
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2020	2,851	2,640	1,733	7,224
	<hr/>	<hr/>	<hr/>	<hr/>

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

	31/12/21 £	31/12/20 £
Trade debtors	9,931	4,112
Prepayments	1,320	-
	<hr/>	<hr/>
	11,251	4,112
	<hr/>	<hr/>

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/12/21 £	31/12/20 £
Trade creditors	152	2,150
Social security and other taxes	958	1,697
Other creditors	419	357
Accruals and deferred income	11,859	13,885
	<hr/>	<hr/>
	13,388	18,089
	<hr/>	<hr/>

**Middle Rasen Nursery**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2021**

**10. MOVEMENT IN FUNDS**

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
<b>Unrestricted funds</b>			
General fund	54,089	27,961	82,050
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>54,089</u>	<u>27,961</u>	<u>82,050</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	205,222	(177,261)	27,961
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>205,222</u>	<u>(177,261)</u>	<u>27,961</u>

**Comparatives for movement in funds**

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
<b>Unrestricted funds</b>			
General fund	64,125	(10,036)	54,089
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>64,125</u>	<u>(10,036)</u>	<u>54,089</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	138,325	(148,361)	(10,036)
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>138,325</u>	<u>(148,361)</u>	<u>(10,036)</u>

## Middle Rasen Nursery

### Notes to the Financial Statements - continued for the Year Ended 31 December 2021

#### 10. MOVEMENT IN FUNDS - continued

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

	At 1.1.20 £	Net movement in funds £	At 31.12.21 £
<b>Unrestricted funds</b>			
General fund	64,125	17,925	82,050
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>64,125</u>	<u>17,925</u>	<u>82,050</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	343,547	(325,622)	17,925
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>343,547</u>	<u>(325,622)</u>	<u>17,925</u>

#### 11. RELATED PARTY DISCLOSURES

Various members of the board utilised the nursery provisions throughout the year, this was done so on normal commercial terms and at the same rates as other members.