

Charity Registration No. 1015045

Company Registration No. 02581092 (England and Wales)

TIK-TOK NURSERY
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

TIK-TOK NURSERY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	P J Maughan A C Miller F I Milburn M Nurse R Richardson
Charity number	1015045
Company number	02581092
Registered office	The Boulevard Holmes Drive Gateshead Tyne And Wear England NE10 0DJ
Independent examiner	William Sawyer Murray and Lamb A6 Kingfisher House Kingsway Team Valley Trading Estate Tyne & Wear NE11 0JQ

TIK-TOK NURSERY

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TIK-TOK NURSERY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2021

The Trustees present their report and financial statements for the year ended 31 March 2021.

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 Companies Act 2006 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

TIK-TOK was set up as a community nursery in East Gateshead in May 1991 gaining charitable status in 1992. A second Nursery at Hertfordshire House, Pelaw was opened in June 2015.

TIK-TOK provides high quality affordable childcare to the local community, supporting those parents who wish to either return to work or continue with their education. Its aim is to work in partnership with parents to promote a stimulating and exciting environment where children can progress at their own rate. The purpose built buildings, funded with substantial support from public sector sources, provide us with the opportunity to realise these aspirations. The Company's Memorandum provides for operating as has been described above - it would need to be amended if the Company sought to introduce significant diversity.

Public benefit

The trustees have complied with the duty in section 17(5) of the 2011 Charities Act to have due regard to guidance published by the Charity Commission with regard to public benefit statements. Public benefit is inherent in the objects of the Charity.

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

Achievements and performance

The trustees have complied with their duty in Section 4 of the 2006 Charities Act and have due regard to guidance published by the Charity Commission.

In summary;

We offer free nursery education for 2 year olds who now receive 15 hours of free childcare per week, as required by current government policy and strongly support Gateshead Council's Sure Start Policy.

We also provide up to 30 hours per week free nursery education for 3-5 year olds. We offer these hours flexibly in order to support those parents wishing to return to work or higher education.

We use the funding streams available to us to improve the personal and professional development of all of our staff and continue to implement a rigorous and tailored programme of staff training.

Under the guidance of OFSTED and the Self Evaluation procedure our staff continue to reflect on the service we offer to ensure best practice. Our Special Educational Needs Co-ordinators continue to work closely with the Early Years Inclusion and Child Development Teams to improve outcomes for the children in our care who require additional support.

The most recent Ofsted inspections were:

Hawks Road – June 2019 – assessment "Good".

Pelaw – August 2016 – First inspection - assessment "Good".

TIK-TOK NURSERY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

OVERVIEW - COVID

The year has been dominated by COVID. The declaration of a pandemic in March 2020 resulted in both nurseries being locked-down with effect from Friday 27th March. They remained closed until 31st May, re-opening 1st June for four days a week and returned to full-time five days a week on 1st September.

The number of children in attendance in June was low and the take up in July gradual but this allowed management the opportunity to introduce working practices necessary to safeguard staff and children alike given the new restrictions. The start of the Autumn term in September re-introduced a sense of normality to activity levels.

The Governments welcome decision toward grants for the Summer term based on March forecast figures, was a significant influence on how we implemented the Job Retention Scheme.

A limited number of staff were furloughed based on the level of fee income at each nursery. No one received less than 80% of their salary on a month by month basis. The majority received 100% apart from the month of August when no grant assisted children were in attendance.

The long term effect of the pandemic remains unknown but we are confident in our ability to retain the necessary flexibility to deal with the unexpected.

Future levels of activity will depend on the usual factors: trends in birth rates locally; competition for pre-school children; and the numbers of student parents attending the local college.

We will continue to seek to employ well-qualified, caring staff and will intensify staff training as an essential part of our plans for the future. The investment in well-motivated staff can only have a positive impact on the level of care and education that the nurseries provide and the manner in which it is delivered.

Financial review

Principal funding sources

The key funders of the operations undertaken by the charity are central and local government under their childcare initiatives. The contributions from these bodies are augmented by parental contributions, normally a 55:45 split. In the year under review, routine child care initiatives via local government amounted to 65%, the parental contributions 23%.

Routine grant contributions included the special arrangements for the summer term, plus a significant top-up payment to assist in overcoming the initial effects of the pandemic. The total for the year was c95% of the 2019/20 level.

The parental contributions for the year were significantly reduced at 44% of the 2019/20 level. This reflected the effect of COVID on parental work arrangements and level of confidence in returning to normality.

Claims under the Job Retention Scheme for furloughed employees accounted for 12% of total income and enabled the charity to pursue its commitment to care for the staff and their welfare.

The balance of income included:

- The settlement of a COVID-based loss of income insurance claim relating to Pelaw nursery. (We were not able to make a similar claim under the terms of the policy in place at Hawks Road.)
- And the interest on invested funds.

Financial Position

Net incoming resources increased by £45,612 on Unrestricted funds to £785,402, whilst endowment Funds have reduced by £32,760 to £668,564. Net current assets at 31 March 2021 amounted to £422,715.

Reserves Policy

It continues to be the policy of the charitable company to maintain unrestricted funds, which are our free reserves, at a level sufficient to cover fluctuations in income based on projection relating to child numbers on a term by term basis. The amount of such reserves at 31st March 2021 is £785,402.

TIK-TOK NURSERY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

The key funders of the operations undertaken by the charity are central and local government under their respective childcare initiatives. The contributions from these bodies which amount to 56% of our total income, together with the parental contributions ensure the continuous flow of funds to enable the provision of nursery services of the highest quality.

The attainment of high awards from the Ofsted inspections will ensure that the charity remains on the referral lists of the local authority and safeguard future funding.

Investment policy and objectives

Funds that are not immediately required are invested in suitable deposits, attempting to maximise the return, risk free.

Going concern

Given the level of net assets held at 31st March 2021, the trustees consider the charity to be a going concern.

Indemnity

A qualifying third party indemnity is in force for the benefit of the Trustees.

Structure, governance and management

Hawks Road Community Nursery Limited is a company limited by guarantee, and a registered charity. It operates under the name of TIK - TOK and is governed by its Memorandum and Articles of Association. The Memorandum established the objectives and owners of the charitable company

Charity No. 1015045. Company Registration No. 02581092

The trustees who are also the directors for the purpose of company law, and Endif Endif} who served during the year and up to the date of signature of the financial statements were:

P J Maughan
A C Miller
F I Milburn
M Nurse
R Richardson

Trustees

Hawks Road Community Nursery Limited adheres to the guidelines issued by the Charity Commission for the induction and training of Trustees.

Trustees are elected by the membership at the Annual General Meeting.

All new trustees are given an induction pack detailing the Charity's constitution, strategic plans, recent annual report and accounts and the Charity Commission leaflet - cc3 (a).

TIK-TOK NURSERY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 MARCH 2021*

The day to day management of both nurseries is delegated to a fully qualified Manager ,Ms K Harker and Mrs S Siddons, who are supported by nursery staff working both full and part time fitting in with home commitments (family friendly policies). All other decisions are made by agreement of the Trustees at management committee meetings. In house financial systems are in place and are supervised by a qualified member of staff.

TIK-TOK is registered with Gateshead Social Services working closely to the local authority Guidelines. The nursery is inspected on a regular basis by OFSTED.

The registered office of the charity is :-
The Boulevard
Holmes Drive
Gateshead
NE10 0DJ

Risk management

The Trustees are aware of their responsibilities under current Charity legalisation, and the need for a robust and credible risks policy.

Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Systems have been established to ensure that risks are reviewed on a regular basis and findings reported to the Board.

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

R Richardson
Trustee

Dated: 4 August 2021

TIK-TOK NURSERY

INDEPENDENT EXAMINER'S REPORT

TO THE OF TIK-TOK NURSERY

I report to the on my examination of the financial statements of Tik-Tok Nursery (the) for the year ended 31 March 2021.

Responsibilities and basis of report

As the of the (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the 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 the 's financial statements carried out under section 145 of the Charities Act 2011 (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

Since the 's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of , 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 that in any material respect:

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

William Sawyer

Murray and Lamb
A6 Kingfisher House
Kingsway
Team Valley Trading Estate
Tyne & Wear
NE11 0JQ

Dated: 4 August 2021

TIK-TOK NURSERY

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds 2021 £	Endowment funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Endowment funds 2020 £	Total 2020 £
Income from:							
Donations and legacies	3	-	-	-	307	-	307
Charitable activities	4	560,619	-	560,619	687,887	-	687,887
Investments	5	5,900	-	5,900	4,574	-	4,574
Total income		<u>566,519</u>	<u>-</u>	<u>566,519</u>	<u>692,768</u>	<u>-</u>	<u>692,768</u>
Expenditure on:							
Raising funds	6	415,331	32,760	448,091	512,956	30,639	543,595
Charitable activities	7	105,576	-	105,576	144,403	-	144,403
Total resources expended		<u>520,907</u>	<u>32,760</u>	<u>553,667</u>	<u>657,359</u>	<u>30,639</u>	<u>687,998</u>
Net movement in funds		45,612	(32,760)	12,852	35,409	(30,639)	4,770
Fund balances at 1 April 2020		<u>739,790</u>	<u>701,324</u>	<u>1,441,114</u>	<u>704,381</u>	<u>731,963</u>	<u>1,436,344</u>
Fund balances at 31 March 2021		<u><u>785,402</u></u>	<u><u>668,564</u></u>	<u><u>1,453,966</u></u>	<u><u>739,790</u></u>	<u><u>701,324</u></u>	<u><u>1,441,114</u></u>

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

All income and expenditure derive from continuing activities.

TIK-TOK NURSERY

SUMMARY INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

	All income funds 2021 £	2020 £
Gross income	566,519	692,768
Total expenditure from income funds	520,907	657,359
Net income for the year	45,612	35,409

TIK-TOK NURSERY

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	12		1,031,251		1,069,964
Current assets					
Debtors	13	12,532		11,184	
Cash at bank and in hand		431,159		394,368	
		<u>443,691</u>		<u>405,552</u>	
Creditors: amounts falling due within one year	14	<u>(20,976)</u>		<u>(32,782)</u>	
Net current assets			422,715		372,770
Total assets less current liabilities			<u>1,453,966</u>		<u>1,442,734</u>
Creditors: amounts falling due after more than one year	15		-		(1,620)
Net assets			<u><u>1,453,966</u></u>		<u><u>1,441,114</u></u>
Capital funds					
Endowment funds - general	16		668,564		701,324
Income funds					
Unrestricted funds			785,402		739,790
			<u>1,453,966</u>		<u>1,441,114</u>

TIK-TOK NURSERY

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2021

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021.

The directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 company.

The member has not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the on 4 August 2021

R Richardson
Trustee

Company Registration No. 02581092

TIK-TOK NURSERY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from operations	19		34,779		45,770
Investing activities					
Purchase of tangible fixed assets		-		(9,756)	
Investment income received		5,900		4,574	
		<u>5,900</u>		<u>(9,756)</u>	
Net cash generated from/(used in) investing activities			5,900		(5,182)
Financing activities					
Payment of obligations under finance leases		(3,888)		5,508	
		<u>(3,888)</u>		<u>5,508</u>	
Net cash (used in)/generated from financing activities			(3,888)		5,508
Net increase in cash and cash equivalents			36,791		46,096
Cash and cash equivalents at beginning of year			394,368		348,272
Cash and cash equivalents at end of year			<u>431,159</u>		<u>394,368</u>

TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Charity information

Tik-Tok Nursery is a private company limited by guarantee incorporated in England and Wales. The registered office is The Boulevard, Holmes Drive, Gateshead, Tyne And Wear, NE10 0DJ, England.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 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)". The is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the have a reasonable expectation that the has adequate resources to continue in operational existence for the foreseeable future. Thus the 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 in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the .

1.4 Income

Income is recognised when the 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.

Cash donations are recognised on receipt. Other donations are recognised once the has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 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 costs 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.

TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies (Continued)

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:

Leasehold land and buildings	2% on cost
Plant and equipment	20% on cost and 10% on cost

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 net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the 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 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 's balance sheet when the 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.

TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

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 's contractual obligations expire or are discharged or cancelled.

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 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.

1.12 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

2 Critical accounting estimates and judgements

In the application of the 's accounting policies, the 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.

TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

3 Donations and legacies

	Total	Unrestricted
	2021	2020
	£	£
Other	-	307
	<u> </u>	<u> </u>

4 Charitable activities

	Unrestricted	Unrestricted
	funds	funds
	2021	2020
	£	£
Nursery Fees	492,202	684,887
Sundry Income	68,417	3,000
	<u> </u>	<u> </u>
	<u>560,619</u>	<u>687,887</u>

5 Investments

	Unrestricted	Unrestricted
	funds	funds
	2021	2020
	£	£
Interest receivable	5,900	4,574
	<u> </u>	<u> </u>

6 Raising funds

	Unrestricted	Endowment	Total	Unrestricted	Endowment	Total
	funds	funds	2021	funds	funds	2020
	2021	general	2021	2020	general	2020
	£	2021	£	£	2020	£
	£	£	£	£	£	£
<u>Fundraising and publicity</u>						
Depreciation and impairment	-	32,760	32,760	-	30,639	30,639
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

6 Raising funds

(Continued)

Trading costs

Staff costs	415,331	-	415,331	512,956	-	512,956
	<u>415,331</u>	<u>32,760</u>	<u>448,091</u>	<u>512,956</u>	<u>30,639</u>	<u>543,595</u>

7 Charitable activities

	Charitable expenses	Depreciation	Total 2021	Charitable expenses	Depreciation	Total 2020
	2021	2021		2020	2020	
	£	£	£	£	£	£
Depreciation and impairment	-	5,952	5,952	-	4,146	4,146
Other operating leases	4,625	-	4,625	3,998	-	3,998
Rates and water	3,025	-	3,025	12,207	-	12,207
Insurance	8,228	-	8,228	7,896	-	7,896
Light and heat	10,675	-	10,675	13,923	-	13,923
Telephone	1,237	-	1,237	6,187	-	6,187
Postage and stationary	1,866	-	1,866	2,627	-	2,627
Sundries	10,840	-	10,840	14,587	-	14,587
Other Costs - Food	6,667	-	6,667	15,940	-	15,940
Play Materials & Equipment	921	-	921	4,609	-	4,609
Repairs & Maintenance	10,261	-	10,261	7,914	-	7,914
Travel	114	-	114	437	-	437
Bad and doubtful debts	(1,503)	-	(1,503)	428	-	428
Advertising	-	-	-	700	-	700
Professional Fees	4,503	-	4,503	2,273	-	2,273
Sundry other costs	-	-	-	1,663	-	1,663
Bank charges	189	-	189	58	-	58
	<u>61,648</u>	<u>5,952</u>	<u>67,600</u>	<u>95,447</u>	<u>4,146</u>	<u>99,593</u>
Share of support costs (see note 8)	37,976	-	37,976	44,810	-	44,810
	<u>99,624</u>	<u>5,952</u>	<u>105,576</u>	<u>140,257</u>	<u>4,146</u>	<u>144,403</u>

TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

8 Support costs	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Staff costs	36,176	-	36,176	43,035	-	43,035
Accountancy Fees	1,800	-	1,800	1,775	-	1,775
	<u>37,976</u>	<u>-</u>	<u>37,976</u>	<u>44,810</u>	<u>-</u>	<u>44,810</u>
Analysed between Charitable activities	<u>37,976</u>	<u>-</u>	<u>37,976</u>	<u>44,810</u>	<u>-</u>	<u>44,810</u>

Governance costs includes payments to the auditors of £1,800 (2020- £1,775) for audit fees.

9 Net movement in funds	2021 £	2020 £
Net movement in funds is stated after charging/(crediting)		
Depreciation of owned tangible fixed assets	<u>38,712</u>	<u>34,785</u>

10 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.

Trustee' expenses

During the year travelling and other sundry expenses totalling £114 (2020: £412) were reimbursed to one trustee.

TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

11 Employees

The average monthly number of employees during the year was:

	2021	2020
	Number	Number
Core Staff	2	2
Nursery Staff	32	41
	<hr/>	<hr/>
Total	34	43
	<hr/> <hr/>	<hr/> <hr/>
Employment costs	2021	2020
	£	£
Wages and salaries	424,584	535,777
Social security costs	15,548	6,963
Other pension costs	11,375	13,251
	<hr/>	<hr/>
	451,507	555,991
	<hr/> <hr/>	<hr/> <hr/>

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

TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

12 Tangible fixed assets

	Leasehold land and buildings £	Plant and equipment £	Total £
Cost			
At 1 April 2020	1,637,994	56,667	1,694,661
At 31 March 2021	1,637,994	56,667	1,694,661
Depreciation and impairment			
At 1 April 2020	598,032	26,666	624,698
Depreciation charged in the year	32,760	5,952	38,712
At 31 March 2021	630,792	32,618	663,410
Carrying amount			
At 31 March 2021	1,007,202	24,049	1,031,251
At 31 March 2020	1,039,962	30,002	1,069,964

13 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	220	4,694
Other debtors	5,170	-
Prepayments and accrued income	7,142	6,490
	12,532	11,184

14 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Obligations under finance leases		1,620	3,888
Trade creditors		671	3,502
Other creditors		13,895	20,386
Accruals and deferred income		4,790	5,006
		20,976	32,782

Included within accrued expenses is an amount of £2,065 (2020 £2,238) relating to pension commitments. Included within other creditors is an amount of £10,455 (2020 £17,672) relating to incoming resources deferred in the current year. This is a combination of GMBC funding and childcare vouchers received in advance for April 2021 fees.

TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

15 Creditors: amounts falling due after more than one year	Notes	2021 £	2020 £
Obligations under finance leases		-	1,620
		<u> </u>	<u> </u>

TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

16 Endowment funds

Endowment funds represent assets which must be held permanently by the charitable company. Income arising on the endowment funds can be used in accordance with the objects of the charitable company and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

Balance at 1 April 2019	Incoming resources	Movement in funds			Balance at 1 April 2020	Incoming resources	Movement in funds			Balance at 31 March 2021
		Resources expended	Transfers	Revaluations gains and losses			Resources expended	Transfers	Revaluations gains and losses	
£	£	£	£	£	£	£	£	£	£	£
731,963	-	(30,639)	-	-	701,324	-	(32,760)	-	-	668,564
<u>731,963</u>	<u>-</u>	<u>(30,639)</u>	<u>-</u>	<u>-</u>	<u>701,324</u>	<u>-</u>	<u>(32,760)</u>	<u>-</u>	<u>-</u>	<u>668,564</u>
<u><u>731,963</u></u>	<u><u>-</u></u>	<u><u>(30,639)</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>701,324</u></u>	<u><u>-</u></u>	<u><u>(32,760)</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>668,564</u></u>

TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

17 Analysis of net assets between funds

	Unrestricted funds	Endowment funds	Total	Unrestricted funds	Endowment funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Fund balances at 31 March 2021 are represented by:						
Tangible assets	362,687	668,564	1,031,251	368,640	701,324	1,069,964
Current assets/ (liabilities)	422,715	-	422,715	372,770	-	372,770
Long term liabilities	-	-	-	(1,620)	-	(1,620)
	<u>785,402</u>	<u>668,564</u>	<u>1,453,966</u>	<u>739,790</u>	<u>701,324</u>	<u>1,441,114</u>

18 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).

19 Cash generated from operations

	2021	2020
	£	£
Surplus for the year	12,852	4,770
Adjustments for:		
Investment income recognised in statement of financial activities	(5,900)	(4,574)
Depreciation and impairment of tangible fixed assets	38,712	34,785
Movements in working capital:		
Decrease in stocks	1	-
(Increase)/decrease in debtors	(1,348)	3,279
(Decrease)/increase in creditors	(9,538)	7,510
Cash generated from operations	<u>34,779</u>	<u>45,770</u>

20 Analysis of changes in net funds

	At 1 April 2020	Cash flows	At 31 March 2021
	£	£	£
Cash at bank and in hand	394,368	36,791	431,159
Obligations under finance leases	(5,508)	3,888	(1,620)
	<u>388,860</u>	<u>40,679</u>	<u>429,539</u>