

Charity registration number 1015045

Company registration number 02581092 (England and Wales)

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

**HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A 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	Rebecca Davison, ACA 12 Bessemer Court, Hownsgill Ind Park Consett Co Durham DH8 7BL

HAWKS ROAD COMMUNITY NURSERY LIMITED

T/A TIK-TOK NURSERY

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HAWKS ROAD COMMUNITY NURSERY LIMITED

T/A TIK-TOK NURSERY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

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 and closed in December 2021 following a strategic review of operations.

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".

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

OVERVIEW

The year represented a return to more normal activity following the COVID pandemic though it still affected operations to some extent. While it remains difficult to fully assess the long-term effect of the pandemic, we are confident the organisation is in a strong position to manage future operations.

During the year we continued our policy of upgrading and refurbishing the nursery on a phased basis with expenditure on equipment for the children being prioritised. This has undoubtedly been a factor in our ability to attract new children despite competition from local nurseries.

We undertook a strategic review of operations in late 2021 and made the decision to close the Pelaw setting at the expiry of its lease and consolidate operations in Gateshead.

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.

Financial Position

Net incoming resources increased by £80,201 on Unrestricted funds to £865,603, whilst endowment Funds have reduced by £32,760 to £635,804. Net current assets at 31 March 2022 amounted to £508,868.

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 2022 is £865,603.

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 58% 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 2022, 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.

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

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).

Organisational structure

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 legislation, and the need for a robust and creditable 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.

.....
A C Miller
Trustee

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Dated:

**HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
INDEPENDENT EXAMINER'S REPORT
TO THE OF HAWKS ROAD COMMUNITY NURSERY LIMITED**

I report to the on my examination of the financial statements of Hawks Road Community Nursery Limited (the) for the year ended 31 March 2022.

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.

Rebecca Davison, ACA

12 Bessemer Court, Hownsgill Ind Park
Consett
Co Durham
DH8 7BL

Dated:

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds 2022 £	Endowment funds 2022 £	Total Unrestricted funds 2022 £	Unrestricted funds 2021 £	Endowment funds 2021 £	Total 2021 £
Income from:							
Donations and legacies	3	142	-	142	-	-	-
Charitable activities	4	613,717	-	613,717	560,619	-	560,619
Investments	5	3,469	-	3,469	5,900	-	5,900
Total income		617,328	-	617,328	566,519	-	566,519
Expenditure on:							
Raising funds	6	396,967	32,760	429,727	415,331	32,760	448,091
Charitable activities	7	140,160	-	140,160	105,576	-	105,576
Total expenditure		537,127	32,760	569,887	520,907	32,760	553,667
Net movement in funds		80,201	(32,760)	47,441	45,612	(32,760)	12,852
Fund balances at 1 April 2021		785,402	668,564	1,453,966	739,790	701,324	1,441,114
Fund balances at 31 March 2022		865,603	635,804	1,501,407	785,402	668,564	1,453,966

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

All income and expenditure derive from continuing activities.

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
SUMMARY INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2022

	All income funds	
	2022	2021
	£	£
Gross income	617,328	566,519
Total expenditure from income funds	537,127	520,907
Net income for the year	80,201	45,612

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
BALANCE SHEET
AS AT 31 MARCH 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	12		992,539		1,031,251
Current assets					
Debtors	13	12,639		12,532	
Cash at bank and in hand		522,251		431,159	
			534,890		443,691
Creditors: amounts falling due within one year	14	(26,022)		(20,976)	
Net current assets			508,868		422,715
Total assets less current liabilities			1,501,407		1,453,966
Capital funds					
Endowment funds - general	15		635,804		668,564
Income funds					
Unrestricted funds			865,603		785,402
			1,501,407		1,453,966

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 2022.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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

.....
A C Miller
Trustee

Company registration number 02581092

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	18		89,243		34,779
Investing activities					
Investment income received		3,469		5,900	
Net cash generated from investing activities					
			3,469		5,900
Financing activities					
Payment of obligations under finance leases		(1,620)		(3,888)	
Net cash used in financing activities					
			(1,620)		(3,888)
Net increase in cash and cash equivalents					
			91,092		36,791
Cash and cash equivalents at beginning of year			431,159		394,368
Cash and cash equivalents at end of year			522,251		431,159

HAWKS ROAD COMMUNITY NURSERY LIMITED

T/A TIK-TOK NURSERY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Hawks Road Community Nursery Limited 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.

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

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 the statement of financial activities.

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.

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.

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies **(Continued)**

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.

3 Donations and legacies

	Unrestricted funds	Total
	2022	2021
	£	£
Other	142	-
	142	-

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

4 Charitable activities

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Nursery Fees	596,808	492,202
Sundry Income	16,909	68,417
	<u>613,717</u>	<u>560,619</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Interest receivable	3,469	5,900
	<u>3,469</u>	<u>5,900</u>

6 Raising funds

	Unrestricted funds	Endowment funds	Total	Unrestricted funds	Endowment funds	Total
	2022	general	2022	2021	general	2021
	£	2022	£	£	2021	£
<u>Fundraising and publicity</u>						
Depreciation and impairment	-	32,760	32,760	-	32,760	32,760
	<u>-</u>	<u>32,760</u>	<u>32,760</u>	<u>-</u>	<u>32,760</u>	<u>32,760</u>
<u>Trading costs</u>						
Staff costs	396,967	-	396,967	415,331	-	415,331
	<u>396,967</u>	<u>32,760</u>	<u>429,727</u>	<u>415,331</u>	<u>32,760</u>	<u>448,091</u>

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

7 Charitable activities

	Charitable expenses 2022 £	Depreciation 2022 £	Total 2022 £	Charitable expenses 2021 £	Depreciation 2021 £	Total 2021 £
Depreciation and impairment	-	5,952	5,952	-	5,952	5,952
Other operating leases	4,629	-	4,629	4,625	-	4,625
Rates and water	5,547	-	5,547	3,025	-	3,025
Insurance	8,968	-	8,968	8,228	-	8,228
Light and heat	13,371	-	13,371	10,675	-	10,675
Telephone	1,291	-	1,291	1,237	-	1,237
Postage and stationary	1,866	-	1,866	1,866	-	1,866
Sundries	17,702	-	17,702	10,840	-	10,840
Other Costs - Food	10,808	-	10,808	6,667	-	6,667
Play Materials & Equipment	4,103	-	4,103	921	-	921
Repairs & Maintenance	16,649	-	16,649	10,261	-	10,261
Travel	50	-	50	114	-	114
Bad and doubtful debts	-	-	-	(1,503)	-	(1,503)
Professional Fees	6,010	-	6,010	4,503	-	4,503
Bank charges	104	-	104	189	-	189
	<u>91,098</u>	<u>5,952</u>	<u>97,050</u>	<u>61,648</u>	<u>5,952</u>	<u>67,600</u>
Share of support costs (see note 8)	43,110	-	43,110	37,976	-	37,976
	<u>134,208</u>	<u>5,952</u>	<u>140,160</u>	<u>99,624</u>	<u>5,952</u>	<u>105,576</u>

8 Support costs

	Support costs £	Governance costs £	2022 Support costs £	Governance costs £	2021 £
Staff costs	40,060	-	40,060	36,176	36,176
Accountancy Fees	3,050	-	3,050	1,800	1,800
	<u>43,110</u>	<u>-</u>	<u>43,110</u>	<u>37,976</u>	<u>37,976</u>
Analysed between Charitable activities	<u>43,110</u>	<u>-</u>	<u>43,110</u>	<u>37,976</u>	<u>37,976</u>

Governance costs includes payments to the auditors of £3,050 (2021- £1,800) for audit fees.

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

9	Net movement in funds	2022	2021
		£	£
	Net movement in funds is stated after charging/(crediting)		
	Depreciation of owned tangible fixed assets	38,712	38,712
		<u> </u>	<u> </u>

10 Trustees' Remuneration and Benefits

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustee' expenses

During the year travelling and other sundry expenses totalling £50 (2021: £114) were reimbursed to one trustee.

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

11 Employees

The average monthly number of employees during the year was:

	2022	2021
	Number	Number
Core Staff	2	2
Nursery Staff	26	32
	<hr/>	<hr/>
Total	28	34
	<hr/> <hr/>	<hr/> <hr/>

Employment costs	2022	2021
	£	£
Wages and salaries	411,937	424,584
Social security costs	14,877	15,548
Other pension costs	10,213	11,375
	<hr/>	<hr/>
	437,027	451,507
	<hr/> <hr/>	<hr/> <hr/>

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

HAWKS ROAD COMMUNITY NURSERY LIMITED
T/A TIK-TOK NURSERY
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

12 Tangible fixed assets

	Leasehold land and buildings	Plant and equipment	Total
	£	£	£
Cost			
At 1 April 2021	1,637,994	56,667	1,694,661
At 31 March 2022	1,637,994	56,667	1,694,661
Depreciation and impairment			
At 1 April 2021	630,792	32,618	663,410
Depreciation charged in the year	32,760	5,952	38,712
At 31 March 2022	663,552	38,570	702,122
Carrying amount			
At 31 March 2022	974,442	18,097	992,539
At 31 March 2021	1,007,202	24,049	1,031,251

13 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	1,395	220
Other debtors	2,116	5,170
Prepayments and accrued income	9,128	7,142
	12,639	12,532

14 Creditors: amounts falling due within one year

	2022	2021
	£	£
	Notes	
Obligations under finance leases	-	1,620
Trade creditors	1,671	671
Other creditors	18,722	13,895
Accruals and deferred income	5,629	4,790
	26,022	20,976

Included within accrued expenses is an amount of £1,744 (2021 £2,065) relating to pension commitments.
 Included within accrued expenses is an amount of £4,510 (2021 £0) relating to PAYE.
 Included within accrued expenses is an amount of £81 (2021 £0) relating to attachment of earnings.
 Included within other creditors is an amount of £9,855 (2021 £10,455) relating to incoming resources deferred in the current year. This is a combination of GMBC funding and childcare vouchers received in advance for April 2022 fees.

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15 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 2020	Incoming resources	Movement in funds			Balance at 1 April 2021	Incoming resources	Movement in funds			Balance at 31 March 2022
		Resources expended	Transfers	Revaluations gains and losses			Resources expended	Transfers	Revaluations gains and losses	
£	£	£	£	£	£	£	£	£	£	£
701,324	-	(32,760)	-	-	668,564	-	(32,760)	-	-	635,804
<u>701,324</u>	<u>-</u>	<u>(32,760)</u>	<u>-</u>	<u>-</u>	<u>668,564</u>	<u>-</u>	<u>(32,760)</u>	<u>-</u>	<u>-</u>	<u>635,804</u>

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16 Analysis of net assets between funds

	Unrestricted funds 2022 £	Endowment funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Endowment funds 2021 £	Total 2021 £
Fund balances at 31 March 2022 are represented by:						
Tangible assets	356,735	635,804	992,539	362,687	668,564	1,031,251
Current assets/(liabilities)	508,868	-	508,868	422,715	-	422,715
	<u>865,603</u>	<u>635,804</u>	<u>1,501,407</u>	<u>785,402</u>	<u>668,564</u>	<u>1,453,966</u>

17 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).

18 Cash generated from operations

	2022 £	2021 £
Surplus for the year	47,441	12,852
Adjustments for:		
Investment income recognised in statement of financial activities	(3,469)	(5,900)
Depreciation and impairment of tangible fixed assets	38,712	38,712
Movements in working capital:		
(Increase)/decrease in stocks	-	1
(Increase) in debtors	(107)	(1,348)
Increase/(decrease) in creditors	6,666	(9,538)
Cash generated from operations	<u>89,243</u>	<u>34,779</u>

19 Analysis of changes in net funds

	At 1 April 2021 £	Cash flows £	At 31 March 2022 £
Cash at bank and in hand	431,159	91,092	522,251
Obligations under finance leases	(1,620)	1,620	-
	<u>429,539</u>	<u>92,712</u>	<u>522,251</u>