

REGISTERED COMPANY NUMBER: 02581092 (England and Wales)
REGISTERED CHARITY NUMBER: 1015045

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024
FOR
HAWKS ROAD COMMUNITY NURSERY LTD**

RMT Ribchesters
Accountants and Business Advisors
Finchale House
Belmont Business Park
Durham
DH1 1TW

HAWKS ROAD COMMUNITY NURSERY LTD

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FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024**

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HAWKS ROAD COMMUNITY NURSERY LTD
REPORT OF THE TRUSTEES
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the period 1 April 2023 to 31 August 2024. 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

Hawks Road Community Nursery Limited operates a community nursery in East Gateshead known as "TIK-TOK". The company was established 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.

The objects of the charity - as set out in the Memorandum and Articles of Association of 8 February 1991 - are to provide facilities for the day care, recreation and education of children under the age of 5 whose parents or guardians work in the metropolitan area of Gateshead or elsewhere in the counties of Durham, Tyne and Wear and Northumberland.

The Charity continues to fulfil its objectives given that 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.

HAWKS ROAD COMMUNITY NURSERY LTD

REPORT OF THE TRUSTEES FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024

STRATEGIC REPORT

Achievement and performance

Charitable activities

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 children aged 9 months - 2 years 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 inspection (June 2019) resulted in an assessment of "Good".

This report covers the 17 month financial period 1 April 2023 - 31 August 2024.

During that period we continued our policy of upgrading and refurbishing the nursery on a phased basis with expenditure on equipment for the children being prioritised. We undertook a significant refurbishment of the toilet facilities in February 2024 at significant cost. This has undoubtedly been a factor in our ability to attract new children despite competition from local nurseries.

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.

HAWKS ROAD COMMUNITY NURSERY LTD
REPORT OF THE TRUSTEES
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024

STRATEGIC REPORT

Financial review

Financial position

As above, this report covers a 17 month financial period to 31 August 2024. Previously (and in the future) the charity prepared its annual report covering a 12 month period. In 2023/24 direct comparisons with previous periods are therefore difficult. But broadly;

Total incoming resources in the 17 month period to 31 August 2024 amounted to £849,468, of which £27,704 represented bank interest receivable (£9,122 in the previous 12 month period). That represents a total proportionate increase versus the previous 12 month period of 6.5%. Parent contributions paid directly represented 39% of charitable activity income versus 61% local Government contributions (2022/23; 35%/65%).

Whilst that overall increase in incoming resources of 6.5% is pleasing, it has been more than offset by an increase in the cost/overhead base.

Expenditure on charitable activities in the 17 month period totalled £843,962. That represents a proportionate increase versus the previous 12 month period of 15.8%. That was mainly driven by an increase in the wages (and associated employers national insurance and workplace pension costs) of child carers not least as a result of minimum wage/living wage increases. Gross wages of childcare providers increased by 11.8%. In addition the charity incurred somewhat exceptional levels of repair costs, particularly relating to the refurbishment of the toilets in February 2024 (£41,582). In addition, and in line with economic/cost of living increases generally, there were significant uplifts in the costs of insurance, utilities, water etc. It should be remembered that of the total overhead amount in the 17 month period, £52,158 represented depreciation in respect of the equipment, furnishings and premises, which is a non cash cost (£39,370 in the previous 12 month period).

Furthermore, non-overhead support costs - representing the wages and associated employers NI and workplace pension contributions of office staff - increased significantly in the period (total £63,697) by 14.4%.

After deducting the costs of the Independent Examination of the accounts, the charity returned an overall loss in the 17 month period of £60,788 (previous 12 month period; loss of £2,327). However, given that of that loss £52,158 related to non cash depreciation, the commercial reality of the position/cash flow was somewhat stronger.

As a result of the loss, total funds of the charity reduced from £1,499,080 at 31 March 2023 to £1,438,292 at 31 August 2024. Much of that reduction however relates to the fall in book value of the property held on long leasehold. Current assets - that is, the value of cash and other liquid assets held at 31 August 2024 - less current liabilities - that is, the value of deferred income* and other debts at that date - amounted to £491,218, a fall of £10,372 broadly representing the cash loss (excluding depreciation in the period).

Within overall total funds of £1,438,292, £888,278 represented Unrestricted Funds and £550,014 related to the Endowment Fund.

The financial position of the charity at the balance sheet date is therefore healthy.

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, historically averaging around a 2:1 split.

Investment policy and objectives

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

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 2024 is £888,278 as above. Of that, net current/liquid assets amounted to £491,218.

HAWKS ROAD COMMUNITY NURSERY LTD

REPORT OF THE TRUSTEES FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024

STRATEGIC REPORT

Financial review

Going concern

Given the level of net assets held at 31 August 2024, the trustees consider the charity to be a going concern.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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 of the charitable company. Those objects - as set out in the Memorandum and Articles of Association of 8 February 1991 - are to provide facilities for the day care, recreation and education of children under the age of 5 whose parents or guardians work in the metropolitan area of Gateshead or elsewhere in the counties of Durham, Tyne and Wear and Northumberland.

Charity No. 1015045. Company Registration No. 02581092

Organisational structure

The day to day management of the nursery is delegated to a fully qualified Manager, Ms K Harker, who is supported by four assistant managers and 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

Induction and training of new trustees

Hawks Road Community Nursery Limited adheres to 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).

Details of the trustees (who are also the directors for the purpose of company law) who served during the year and up to the date of signature of the financial statements are set out above.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The Trustees are aware of their responsibilities under current Charity legislation, 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.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02581092 (England and Wales)

HAWKS ROAD COMMUNITY NURSERY LTD
REPORT OF THE TRUSTEES
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024

Registered Charity number

1015045

Registered office

TikTok Nursery
The Boulevard
Holmes Drive
Gateshead
Tyne and Wear
NE10 0DJ

Trustees

F I Milburn
A C Miller
R Richardson
P J Maughan (resigned 18/6/2024)
M Nurse (resigned 18/6/2024)

Independent Examiner

RMT Ribchesters
Accountants and Business Advisors
Finchale House
Belmont Business Park
Durham
DH1 1TW

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 11 December 2024 and signed on the board's behalf by:



A C Miller - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
HAWKS ROAD COMMUNITY NURSERY LTD**

Independent examiner's report to the trustees of Hawks Road Community Nursery Ltd ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the period 1 April 2023 to 31 August 2024.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company 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 your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, 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:

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

Robert Ribchester, FCA MA
The Institute of Chartered Accountants in England and Wales

RMT Ribchesters
Accountants and Business Advisors
Finchale House
Belmont Business Park
Durham
DH1 1TW

21 January 2025

HAWKS ROAD COMMUNITY NURSERY LTD

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024**

	Notes	Unrestricted fund £	Endowment fund £	Period 1.4.23 to 31.8.24 Total funds £	Year Ended 31.3.23 Total funds £
INCOME AND ENDOWMENTS FROM					
Charitable activities	3				
Charitable activities		821,764	-	821,764	544,412
Investment income	2	27,704	-	27,704	9,122
Total		<u>849,468</u>	<u>-</u>	<u>849,468</u>	<u>553,534</u>
EXPENDITURE ON					
Charitable activities	4				
Charitable activities		<u>863,836</u>	<u>46,420</u>	<u>910,256</u>	<u>555,861</u>
NET INCOME/(EXPENDITURE)		(14,368)	(46,420)	(60,788)	(2,327)
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>902,646</u>	<u>596,434</u>	<u>1,499,080</u>	<u>1,501,407</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>888,278</u></u>	<u><u>550,014</u></u>	<u><u>1,438,292</u></u>	<u><u>1,499,080</u></u>

The notes form part of these financial statements

HAWKS ROAD COMMUNITY NURSERY LTD

**BALANCE SHEET
31 AUGUST 2024**

	Notes	Unrestricted fund £	Endowment fund £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	10	397,060	550,014	947,074	997,490
CURRENT ASSETS					
Debtors	11	16,920	-	16,920	10,778
Cash at bank and in hand		612,610	-	612,610	531,417
		629,530	-	629,530	542,195
CREDITORS					
Amounts falling due within one year	12	(138,312)	-	(138,312)	(40,605)
NET CURRENT ASSETS		491,218	-	491,218	501,590
TOTAL ASSETS LESS CURRENT LIABILITIES		888,278	550,014	1,438,292	1,499,080
NET ASSETS		888,278	550,014	1,438,292	1,499,080
FUNDS	13				
Unrestricted funds				888,278	902,646
Endowment funds				550,014	596,434
TOTAL FUNDS				1,438,292	1,499,080

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the period ended 31 August 2024.

The members have not required the company to obtain an audit of its financial statements for the period ended 31 August 2024 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 charitable company.

The financial statements were approved by the Board of Trustees and authorised for issue on 11 December 2024 and were signed on its behalf by:



A C Miller - Trustee

HAWKS ROAD COMMUNITY NURSERY LTD

CASH FLOW STATEMENT
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024

	Notes	Period 1.4.23 to 31.8.24 £	Year Ended 31.3.23 £
Cash flows from operating activities			
Cash generated from operations	1	101,651	83,735
Net cash provided by operating activities		<u>101,651</u>	<u>83,735</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(1,742)	(44,321)
Interest received		27,704	9,122
Net cash provided by/(used in) investing activities		<u>25,962</u>	<u>(35,199)</u>
Cash flows from financing activities			
Expenditure attributable to endowment		(46,420)	(39,370)
Net cash used in financing activities		<u>(46,420)</u>	<u>(39,370)</u>
Change in cash and cash equivalents in the reporting period			
		<u>81,193</u>	<u>9,166</u>
Cash and cash equivalents at the beginning of the reporting period		<u>531,417</u>	<u>522,251</u>
Cash and cash equivalents at the end of the reporting period		<u><u>612,610</u></u>	<u><u>531,417</u></u>

The notes form part of these financial statements

HAWKS ROAD COMMUNITY NURSERY LTD

**NOTES TO THE CASH FLOW STATEMENT
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024**

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Period 1.4.23 to 31.8.24 £	Year Ended 31.3.23 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(60,788)	(2,327)
Adjustments for:		
Depreciation charges	52,158	39,370
Interest received	(27,704)	(9,122)
Expenditure attributable to endowment	46,420	39,370
(Increase)/decrease in debtors	(6,142)	1,861
Increase in creditors	97,707	14,583
Net cash provided by operations	<u>101,651</u>	<u>83,735</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.23 £	Cash flow £	At 31.8.24 £
Net cash			
Cash at bank and in hand	531,417	81,193	612,610
	<u>531,417</u>	<u>81,193</u>	<u>612,610</u>
Total	<u>531,417</u>	<u>81,193</u>	<u>612,610</u>

The notes form part of these financial statements

HAWKS ROAD COMMUNITY NURSERY LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. 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.

Cash donations are recognised on receipt. Other donations are recognised once the Charity 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 Charity 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.

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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Long leasehold	- 10% on cost and 2% on cost
Plant and machinery	- 20% on cost and 10% on cost

Taxation

The charity is exempt from corporation tax 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.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

HAWKS ROAD COMMUNITY NURSERY LTD

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024

1. ACCOUNTING POLICIES - continued

Going concern

At the time of approving the financial statements, the have a reasonable expectation that the Charity 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.

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 Charity.

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).

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.

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.

HAWKS ROAD COMMUNITY NURSERY LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024**

1. ACCOUNTING POLICIES - continued

Derecognition of financial liabilities

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

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.

2. INVESTMENT INCOME

	Period 1.4.23 to 31.8.24 £	Year Ended 31.3.23 £
Deposit account interest	27,704	9,122

3. INCOME FROM CHARITABLE ACTIVITIES

		Period 1.4.23 to 31.8.24 £	Year Ended 31.3.23 £
Nursery fees	Activity Charitable activities	325,750	191,682
Sundry income	Charitable activities	-	6,301
Grants	Charitable activities	496,014	346,429
		<u>821,764</u>	<u>544,412</u>

Grants received, included in the above, are as follows:

	Period 1.4.23 to 31.8.24 £	Year Ended 31.3.23 £
Gateshead Council	496,014	346,429

HAWKS ROAD COMMUNITY NURSERY LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024**

4. CHARITABLE ACTIVITIES COSTS

	Staff Costs £	Direct Costs £	Support costs - see note 5 £	Totals £
Charitable activities	599,654	244,308	66,294	910,256

5. SUPPORT COSTS

	Staff costs £	Governance costs £	Totals £
Support costs	63,697	2,597	66,294

6. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	Period 1.4.23 to 31.8.24 £	Year Ended 31.3.23 £
Depreciation - owned assets	52,158	39,370
Other operating leases	-	230
Independent examination costs	2,597	2,208

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the period ended 31 August 2024 nor for the year ended 31 March 2023.

Trustees' expenses

There were no trustees' expenses paid for the period ended 31 August 2024 nor for the year ended 31 March 2023.

8. STAFF COSTS

	Period 1.4.23 to 31.8.24 £	Year Ended 31.3.23 £
Wages and salaries	621,301	391,309
Social security costs	27,802	17,198
Other pension costs	14,248	8,289
	<u>663,351</u>	<u>416,796</u>

HAWKS ROAD COMMUNITY NURSERY LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024

8. STAFF COSTS - continued

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

	Period 1.4.23 to 31.8.24	Year Ended 31.3.23
Core staff	2	2
Nursery staff	23	24
	<u>25</u>	<u>26</u>

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

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Charitable activities			
Charitable activities	544,412	-	544,412
Investment income	9,122	-	9,122
Total	<u>553,534</u>	<u>-</u>	<u>553,534</u>
EXPENDITURE ON			
Charitable activities			
Charitable activities	516,491	39,370	555,861
NET INCOME/(EXPENDITURE)	37,043	(39,370)	(2,327)
RECONCILIATION OF FUNDS			
Total funds brought forward	865,603	635,804	1,501,407
TOTAL FUNDS CARRIED FORWARD	<u>902,646</u>	<u>596,434</u>	<u>1,499,080</u>

HAWKS ROAD COMMUNITY NURSERY LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024

10. TANGIBLE FIXED ASSETS

	Long leasehold £	Plant and machinery £	Totals £
COST			
At 1 April 2023	1,682,315	56,667	1,738,982
Additions	-	1,742	1,742
At 31 August 2024	<u>1,682,315</u>	<u>58,409</u>	<u>1,740,724</u>
DEPRECIATION			
At 1 April 2023	698,343	43,149	741,492
Charge for year	47,666	4,492	52,158
At 31 August 2024	<u>746,009</u>	<u>47,641</u>	<u>793,650</u>
NET BOOK VALUE			
At 31 August 2024	<u>936,306</u>	<u>10,768</u>	<u>947,074</u>
At 31 March 2023	<u>983,972</u>	<u>13,518</u>	<u>997,490</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Other debtors	-	4,131
Prepayments	16,920	6,647
	<u>16,920</u>	<u>10,778</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Trade creditors	3,662	2,783
Social security and other taxes	5,504	3,480
Pensions	2,461	1,474
Other creditors	4,458	2,474
Deferred income	117,894	27,606
Accrued expenses	4,333	2,788
	<u>138,312</u>	<u>40,605</u>

13. MOVEMENT IN FUNDS

	At 1.4.23 £	Net movement in funds £	At 31.8.24 £
Unrestricted funds			
General fund	902,646	(14,368)	888,278
Endowment funds			
Endowment fund	596,434	(46,420)	550,014
TOTAL FUNDS	<u>1,499,080</u>	<u>(60,788)</u>	<u>1,438,292</u>

HAWKS ROAD COMMUNITY NURSERY LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 APRIL 2023 TO 31 AUGUST 2024

13. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	849,468	(863,836)	(14,368)
Endowment funds			
Endowment fund	-	(46,420)	(46,420)
TOTAL FUNDS	<u>849,468</u>	<u>(910,256)</u>	<u>(60,788)</u>

Comparatives for movement in funds

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	865,603	37,043	902,646
Endowment funds			
Endowment fund	635,804	(39,370)	596,434
TOTAL FUNDS	<u>1,501,407</u>	<u>(2,327)</u>	<u>1,499,080</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	553,534	(516,491)	37,043
Endowment funds			
Endowment fund	-	(39,370)	(39,370)
TOTAL FUNDS	<u>553,534</u>	<u>(555,861)</u>	<u>(2,327)</u>

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 arising on the assets form part of the fund.

HAWKS ROAD COMMUNITY NURSERY LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
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14. RELATED PARTY DISCLOSURES

There were no related party transactions for the period ended 31 August 2024.