

Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 March 2021
for
Ponsanooth Pre-School Playgroup

Atkins Ferrie Chartered Accountants
Lakeside Offices
The Old Cattle Market
Coronation Park
Helston
Cornwall
TR13 0SR

Ponsanooth Pre-School Playgroup

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for the Year Ended 31 March 2021

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Ponsanooth Pre-School Playgroup

Report of the Trustees for the Year Ended 31 March 2021

The trustees present their report with the financial statements of the charity for the year ended 31 March 2021. The financial statements comply with the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The aims of the charity are to enhance the development and education of children primarily under statutory school age by encouraging parents to understand and provide for the needs of their children. We achieve this by offering appropriate play, education and care facilities, not only for the Pre-School children but also those attending our breakfast and after school clubs.

In setting the charity's aims and objectives the Trustees have given consideration to the Charity Commission's guidance on public benefit and have complied with their duty in section 17 of the Charities Act 2011.

Public benefit

In order to further our aims, during this year we have achieved the following objectives:

We endeavour to keep our charges to parents at a level which is inclusive for all families. We strongly believe that it is important for young children to attend pre school even when there is no childcare need as one or both parents is at home. In order to mitigate the impact on our finances of the increase in the Living Wage, the pre school hourly charge this year was increased from £4.50 per hour to £4.70 with effect from September 2020. We accept Childcare vouchers and are registered for the Government's tax free childcare scheme, which makes childcare costs for working families more affordable.

We are open from 7.45 am until 5.45 pm and cater for children from age 2 to 11 years, which enables families to go to work. The cost of Breakfast club has remained at £5.25 for regular users and £6.25 for children who attend irregularly. After school fees for attendance to 4.30 pm have remained at £5.25 for regular users and £6.25 for irregular users. The additional cost for children staying on beyond 4.30 pm continues at £4.50 for regular users and £5.50 for children who use our facility irregularly.

Attendance numbers within the pre school have remained similar to the previous year, again with less families accessing the 30 hours free childcare. Attendance has been disrupted due to Covid however. Similarly, breakfast club and after school club facilities have seen a decline in attendance at times due to the closure of the local primary school due to Government Covid restrictions.

Transition to school arrangements continue to be carefully planned to enable children to feel confident and settle comfortably into full time education and achieve positive outcomes. We have received positive feedback both from families and Kennall Vale School.

We continue to support families with parenting their children and offered advice for healthy eating as part of the Healthy Children and Families programme. This has the positive effect of encouraging and supporting healthy eating habits, leading to positive outcomes in later life.

The outside play area is now securely fenced and the pre school has developed part of the outside space with a wood bark play surface. We are endeavouring to obtain grants to develop the remainder of the area with a suitable hard play surface. Now that Covid restrictions have been lifted, fundraising activities will also increase. We continue to use the play equipment on the playing field for physical exercise.

In October 2019, the Pre School received an Inspection from OFSTED and received a "Good" Rating.

FINANCIAL REVIEW

The charity has three bank accounts with Lloyds Bank. One of these is a Savings Account in which there is an emergency fund of approximately £6,000 which can be used if the charity needs to replace major items of equipment and is unable to do so from its normal day to day funds in the current account. There is a separate savings account to which all fundraising amounts are credited. The charity's day to day business is conducted through the current account. The charity's main source of income is fee income from parents, both for pre school care and out of hours, and additionally, we receive Nursery Education Grant funding for three and four year olds, together with some for two year olds.

Children are currently entitled to 15 hours free child care per week for 38 weeks of the year from the term after their third birthday. Families where both parents work continue to be entitled to 30 hours funding per week, although we have had less families who are entitled to the 30 hours this year due to more parents staying at home with their children.

The £50,000 loan to the St Gluvias Parish Council which was used towards the purchase of the new building, remains outstanding in its entirety as a formal Lease has yet to be agreed. The pre school continues to benefit from a favourable rental of £380 per month inclusive of electricity and water.

Ponsanooth Pre-School Playgroup

Report of the Trustees
for the Year Ended 31 March 2021

At 31 March 2021 the free reserves of the charity are £70,880 (2020: £66,295).

Total reserves, all of which are unrestricted, total £74,807 (2020: £71,052).

The net surplus for the year as set out on the Statement of Financial Activities is £3,755 (2020: £21,227 deficit).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Ponsanooth Pre-School Playgroup is a registered charity (No: 1045695). The charity is controlled by its governing document and operates under the Pre School Learning Alliance Constitution. It is an unincorporated charity.

Recruitment and appointment of new trustees

Trustees are appointed at the Pre-School's Annual General Meeting. Trustees are elected by existing members.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1045695

Principal address

The Cabin, Ponsanooth Playing Field
Ponsvale
Ponsanooth
Truro
Cornwall
TR3 7RQ

Trustees

Mrs B H McKerron Treasurer
Mrs C M D Carter Secretary and Administrator
Mr A D D'Agostino Chairperson
Mrs M Hall
Mr T Strasman
Mr K Ryan
Miss D McAdam
Mrs A Fyffe
Mrs L J Wickes

Independent Examiner

Thomas Tripp FCCA ACA
Atkins Ferrie Chartered Accountants
Lakeside Offices
The Old Cattle Market
Coronation Park
Helston
Cornwall
TR13 0SR

Bankers

Lloyds Bank
27 Fore Street
Redruth
Cornwall
TR15 2BJ

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

Approved by order of the board of trustees on *Alex* 29.7.22 and signed on its behalf by:

.....
Alex

Mr A D D'Agostino - Trustee

C M D CARTER

**Independent Examiner's Report to the Trustees of
Ponsanooth Pre-School Playgroup**

Independent examiner's report to the trustees of Ponsanooth Pre-School Playgroup

I report to the charity trustees on my examination of the accounts of Ponsanooth Pre-School Playgroup (the Trust) for the year ended 31 March 2021.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Thomas Tripp FCCA ACA
Atkins Ferrie Chartered Accountants
Lakeside Offices
The Old Cattle Market
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Helston
Cornwall
TR13 0SR

Date: 10/8/22.....

Ponsanooth Pre-School Playgroup

Statement of Financial Activities
for the Year Ended 31 March 2021

	Notes	Unrestricted fund £	Restricted fund £	31.3.21 Total funds £	31.3.20 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	20,510	-	20,510	345
Charitable activities	5				
Playgroup		68,538	-	68,538	83,709
Other trading activities	3	611	-	611	3,957
Investment income	4	4	-	4	7
Total		<u>89,663</u>	<u>-</u>	<u>89,663</u>	<u>88,018</u>
EXPENDITURE ON					
Charitable activities	6				
Playgroup		85,908	-	85,908	109,245
NET INCOME/(EXPENDITURE)		<u>3,755</u>	<u>-</u>	<u>3,755</u>	<u>(21,227)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>71,052</u>	<u>-</u>	<u>71,052</u>	<u>92,279</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>74,807</u></u>	<u><u>-</u></u>	<u><u>74,807</u></u>	<u><u>71,052</u></u>


The notes form part of these financial statements

Ponsanooth Pre-School Playgroup

Balance Sheet
31 March 2021

	Notes	Unrestricted fund £	Restricted fund £	31.3.21 Total funds £	31.3.20 Total funds £
FIXED ASSETS					
Tangible assets	11	3,927	-	3,927	4,757
CURRENT ASSETS					
Debtors	12	4,049	-	4,049	5,866
Investments	13	50,000	-	50,000	50,000
Cash at bank		23,045	-	23,045	18,957
		<u>77,094</u>	<u>-</u>	<u>77,094</u>	<u>74,823</u>
CREDITORS					
Amounts falling due within one year	14	(6,214)	-	(6,214)	(8,528)
		<u>70,880</u>	<u>-</u>	<u>70,880</u>	<u>66,295</u>
NET CURRENT ASSETS					
		<u>74,807</u>	<u>-</u>	<u>74,807</u>	<u>71,052</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>74,807</u>	<u>-</u>	<u>74,807</u>	<u>71,052</u>
NET ASSETS					
		<u>74,807</u>	<u>-</u>	<u>74,807</u>	<u>71,052</u>
FUNDS					
Unrestricted funds	15			74,807	71,052
TOTAL FUNDS				<u>74,807</u>	<u>71,052</u>

The financial statements were approved by the Board of Trustees and authorised for issue on29.7.22..... and were signed on its behalf by:

.....

 Mr A D D'Agostino - Trustee
 C M D CARTER

Ponsanooth Pre-School Playgroup

**Notes to the Financial Statements
for the Year Ended 31 March 2021**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

The presentation currency of the financial statements is the Pound Sterling (£).

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.

Grant income consists of Nursery Education Grant funding received and is accounted for under the performance model.

Government grants

Government grants are recognised as income when there is evidence of entitlement, receipt is probable and the amount can be measured reliably. Grants received are included as unrestricted funds within 'Donations and legacies'.

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.

Charitable activities

Charitable activity costs include those items of expenditure incurred in delivering the charity's main objective of providing pre-school facilities. This category also includes support costs such as governance costs and premises expenses.

Allocation and apportionment of support costs

Support costs have been allocated between governance costs and management costs. Governance costs are those items of expenditure incurred in the course of the charity's statutory obligations and include the cost of independent examination and costs linked to the strategic management of the charity.

Support costs are wholly allocated to playgroup activities, being the main charitable activity undertaken by the charity. These costs form part of the overall Playgroup costs disclosed under Charitable Activities on the face of the Statement of Financial Activities.

Tangible fixed assets

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

Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance

Current asset investments

Current assets investments include a concessionary loan made during the prior year. The loan is recognised at the amount paid, less any repayments, interest and impairment.

Taxation

The charity is exempt from 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.

Ponsanooth Pre-School Playgroup

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

1. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

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

Financial instruments

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

Cash at hand and in hand

Cash at bank and cash in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Going concern

In assessing going concern, the trustees have considered the impact of the Covid-19 pandemic. The trustees consider that there are no material uncertainties regarding the charity's ability to continue as a going concern.

2. DONATIONS AND LEGACIES

Grant income consists of government grants received during the Covid-19 pandemic. £10,000 was received in relation to a support grant from the local authority and £10,510 was received in relation to the Job Retention Scheme. There are no unfulfilled conditions or other contingencies attached to this grant income.

3. OTHER TRADING ACTIVITIES

	31.3.21	31.3.20
	£	£
Fundraising events	611	3,957
	<u> </u>	<u> </u>

4. INVESTMENT INCOME

	31.3.21	31.3.20
	£	£
Deposit account interest	4	7
	<u> </u>	<u> </u>

5. INCOME FROM CHARITABLE ACTIVITIES

Included in Income from charitable activities is government grant income of £53,314 (2020: £52,105) received in relation to Nursery Education Grant funding.

Ponsanooth Pre-School Playgroup

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

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Playgroup			
	<u>83,033</u>	<u>2,875</u>	<u>85,908</u>

7. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Playgroup			
	<u>1,180</u>	<u>1,695</u>	<u>2,875</u>

Included within governance costs are fees payable of £920 (2020: £896) in relation to the independent examination of the financial statements.

8. TRUSTEES' REMUNERATION AND BENEFITS

One of the trustees, Mrs C M D Carter, who is also considered as key management and financial personnel, was paid £10,563 during the year (2020: £21,805). Her remuneration was for the provision of bookkeeping and payroll services and grant applications. As the Manager she was also responsible for staff management, liaising with parents and direct working with the children. Mrs Carter stepped down from the role as Manager in September 2020 but continues her financial role. Pension contributions of £317 (2020: £654) were also made during the year.

Trustees' expenses

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

9. STAFF COSTS

	31.3.21 £	31.3.20 £
Wages and salaries	70,859	83,540
Other pension costs	1,985	2,042
	<u>72,844</u>	<u>85,582</u>

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

	31.3.21	31.3.20
Management & Admin	2	1
Charitable Activities	5	7
	<u>7</u>	<u>8</u>

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

Ponsanooth Pre-School Playgroup

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

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	345	-	345
Charitable activities			
Playgroup	83,709	-	83,709
Other trading activities	3,957	-	3,957
Investment income	7	-	7
Total	88,018	-	88,018
EXPENDITURE ON			
Charitable activities			
Playgroup	109,245	-	109,245
NET INCOME/(EXPENDITURE)	(21,227)	-	(21,227)
RECONCILIATION OF FUNDS			
Total funds brought forward	92,279	-	92,279
TOTAL FUNDS CARRIED FORWARD	71,052	-	71,052

11. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Totals £
COST			
At 1 April 2020	353	18,423	18,776
Additions	-	479	479
At 31 March 2021	353	18,902	19,255
DEPRECIATION			
At 1 April 2020	332	13,687	14,019
Charge for year	5	1,304	1,309
At 31 March 2021	337	14,991	15,328
NET BOOK VALUE			
At 31 March 2021	16	3,911	3,927
At 31 March 2020	21	4,736	4,757

Ponsanooth Pre-School Playgroup

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

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.21	31.3.20
	£	£
Trade debtors	3,887	5,866
Prepayments	162	-
	<u>4,049</u>	<u>5,866</u>

13. CURRENT ASSET INVESTMENTS

	31.3.21	31.3.20
	£	£
Concessionary loans	<u>50,000</u>	<u>50,000</u>

Concessionary loans above include a £50,000 contribution by the charity during 2019 towards the costs of building the new premises, which will be received back over a period of 30 years, through reduced rent charged by the Parish Council. This has not yet started, therefore £1,667 is due within one year, and £48,333 is due after one year.

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.21	31.3.20
	£	£
Trade creditors	4,233	6,724
Taxation and social security	356	185
Other creditors	1,625	1,619
	<u>6,214</u>	<u>8,528</u>

15. MOVEMENT IN FUNDS

	At 1.4.20	Net movement in funds	At 31.3.21
	£	£	£
Unrestricted funds			
General fund	71,052	3,755	74,807
	<u>71,052</u>	<u>3,755</u>	<u>74,807</u>
TOTAL FUNDS			

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	89,663	(85,908)	3,755
	<u>89,663</u>	<u>(85,908)</u>	<u>3,755</u>
TOTAL FUNDS			

Ponsanooth Pre-School Playgroup

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

15. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	92,279	(21,227)	71,052
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>92,279</u>	<u>(21,227)</u>	<u>71,052</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	88,018	(109,245)	(21,227)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>88,018</u>	<u>(109,245)</u>	<u>(21,227)</u>

Reserves consist of the unrestricted, general reserve used for the day-to-day running of the charity.

16. EMPLOYEE BENEFIT OBLIGATIONS

During the year, pension contributions of £1,985 (2020: £2,042) were made by the charity. Contributions outstanding at the year end totalled £521 (2020: £397).

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2021, other than as disclosed in Note 8 to the financial statements.

18. POST BALANCE SHEET EVENTS

At the balance sheet date, the UK has been significantly impacted by the COVID-19 pandemic. The impact on many organisations across the country, Europe and the globe have been unprecedented, and at the date of these financial statements the outcome of the outbreak still remains uncertain. Like many organisations, the restrictions have had a severe impact on the Charity's ability to trade under normal conditions. However, taking a long-term view, the Charity's business remains viable and once any resulting short-term cash-flow issues are overcome, the Charity expects its financial position and performance to return to pre-pandemic levels.

Ponsanooth Pre-School Playgroup

Detailed Statement of Financial Activities
for the Year Ended 31 March 2021

	31.3.21	31.3.20
	£	£
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	-	345
Grants	20,510	-
	<u>20,510</u>	<u>345</u>
Other trading activities		
Fundraising events	611	3,957
Investment income		
Deposit account interest	4	7
Charitable activities		
Playgroup	68,538	83,709
	<u>68,538</u>	<u>83,709</u>
Total incoming resources	89,663	88,018
EXPENDITURE		
Charitable activities		
Wages	70,859	83,540
Pensions	1,985	2,042
Rent	3,420	4,560
Rates and water	-	148
Insurance	983	971
Sports lessons	-	462
Fund raising costs	-	4,172
Kitchen purchases	1,546	2,914
Staff training	333	1,165
Repairs and renewals	775	1,908
Playgroup consumables	1,823	2,237
Depreciation of tangible fixed assets	1,309	1,585
	<u>83,033</u>	<u>105,704</u>
Support costs		
Management		
Telephone	986	1,025
Postage and stationery	194	172
	<u>1,180</u>	<u>1,197</u>
Governance costs		
Accountancy and legal fees	1,695	2,344
	<u>1,695</u>	<u>2,344</u>
Total resources expended	85,908	109,245
	<u>85,908</u>	<u>109,245</u>
Net income/(expenditure)	3,755	(21,227)
	<u>3,755</u>	<u>(21,227)</u>

This page does not form part of the statutory financial statements