

THE MARIA GREY NURSERY SCHOOL

FINANCIAL STATEMENTS

For the year ended

31st August 2011



Charities Registration No. 1002985
Registered in England and Wales No. 2608790

THE MARIA GREY NURSERY SCHOOL

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2011

DIRECTORS

A Darragh (appointed 8.10.08)
E Lorriman (appointed 15.10.09)
M. Fulton (appointed 1 11.06)
M. Nemeth (appointed 8.10 08)
S Van Rooyen (appointed 5.10.11)
L. Williams (appointed 4.3.10)

HEAD TEACHER

Helen Lansdell BA Hons PGCE

SECRETARY

Sue Richards (appointed 1.11.06)

REGISTERED OFFICE

Field House
18a Friars Stile Road
Richmond
Surrey TW10 6NE

BANKERS

HSBC
67 George Street
Richmond
Surrey TW9 1HG

EXTERNAL EXAMINER

Alison Williamson, BA, FCMA, CGMA
38 Roehampton Gate,
LONDON SW15 5JS

THE MARIA GREY NURSERY SCHOOL

FINANCIAL STATEMENTS for the year ended 31st August 2011

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THE MARIA GREY NURSERY SCHOOL

DIRECTORS' REPORT

The directors present their report and the financial statements for the year ended 31st August 2011.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

- Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including the Income and Expenditure, for the financial year. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STRUCTURE AND GOVERNANCE

The company is a registered charity and a company limited by guarantee governed by the articles and memorandum of association. It was formed in April 1991. The principal activity of which is running a nursery school.

From October 2011 the structure has been simplified with the Chairperson being the sole director. The director will meet on a regular basis with the head teacher, company secretary, parent representatives and staff representative during the year and make decisions on changes to policy, commitments to large spends and organizing fundraising activities. The day to day running of the nursery is delegated to the staff, led by the Head Teacher. The Chairperson will work closely with the Head Teacher to make the decisions on running the nursery.

OBJECTIVES AND ACTIVITIES

Objects of the company:-

To advance the education of children below compulsory school age and thereby promote their mental, moral and physical development and improvement.

When setting the objectives of the nursery, the Directors have made careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee-charging.

THE MARIA GREY NURSERY SCHOOL

DIRECTORS' REPORT continued

The nursery is run to provide a wealth of activities to engage the children in a learning experience. Every day there are a variety of activities provided to capture the imagination of the children with project themes running through each term. Each child is catered for with their individual requirements, with small groups being created to assist children with specific areas of development. Great care is taken to allow each child to work towards meeting the goals of the Early Years Foundation Stage. Safeguarding and promoting the welfare of the children, whilst in the nursery environment, is a priority taken very seriously.

Spaces for the nursery are filled from a waiting list of registered children with no restriction on catchment area. Priority for places is given to children with special educational needs and then to siblings of children who have attended the nursery. There is no restriction in terms of colour, race, disability, religion, ethnicity. As a charity the Nursery offers two free places (4 day morning places) per year and also has a hardship fund to the equivalent of a further place available to parents who are unexpectedly unable to fund their fees. This can be split to benefit more than one family.

The objectives of the nursery for this year were to

Encourage each child to develop and achieve the goals of the Early Years Foundation Stage through the project work and the varied and innovative activities of the nursery therefore advancing their education.

A main objective of the year was to complete the refurbishment of the extension of the nursery into the first floor. This created space for six additional nursery children per session, giving a total of approximately 14 extra places overall and provided a more spacious environment for the children.

ACHIEVEMENTS AND PERFORMANCE

The year 2010-11 was a productive year at the Nursery with the opening of the refurbished first floor extension in the Autumn. This has provided a much-needed dining room for children staying all day, a rest room and a larger office. The old office has now been used for focused work with specialist groups. An opening ceremony was held with canapés made by the children using produce from their vegetable beds.

The nursery has continued the work with the Early Years Foundation Stage curriculum for each child with the six areas of learning. The nursery operates a free flow play which allows the children the choice of playing, learning and discovering either inside or outside throughout the day. The Early Years Foundation Stage curriculum is currently undergoing a review, to streamline the number of targets from next year.

The first area of learning is Personal and Social Education, which includes skills such as sharing, turn-taking and co-operative play. Then there is Communication, Language and Literacy, which covers the skills of speaking, listening, reading and writing. Children listen to stories outside. Writing and pre-writing skills can be practiced just as well outside as in, a blackboard is used by the children to practice their mark-making skills in chalk or brushing with water.

THE MARIA GREY NURSERY SCHOOL

DIRECTORS' REPORT continued

Problem Solving, Reasoning and Numeracy covers activities such as matching, sorting, learning about the properties of shapes, 1 to 1 counting, ordering, adding and taking away. Children play games that can be adapted to learn a mathematical concept. When outside gardening, for example, the produce harvested can be used for counting, adding, matching, sorting and ordering.

Knowledge and Understanding of the World, encompasses science, construction and exploration of materials as well as history, geography and cultural studies. The sand and water trays were put to good use in many different ways with, for example using compost, oats and spaghetti. Children constructed using blocks in many different ways, which provides for open-ended play. A feely trail provided an environment where the children walked barefoot from bowl to bowl describing the textures of the things they were walking on.

The children developed an understanding of plants and their growth, planting bulbs to raise money for Marie Curie in the Autumn and planting vegetable and flower seeds in the beds in the Spring, when one of the fathers came in to help. The nursery experienced first-hand, the life cycle of the butterfly again this year, and the children were fascinated to see how quickly the caterpillars grew and how they transformed into magnificent butterflies. During the topic on minibeasts, children hunted for minibeasts in the garden and had to sort them. The sandpit provided a large space for experimentation with sand when the weather was good, and the water play equipment was put to good use when it was wet. An incubator was brought in to enable chicks to be hatched out. The children learned so much by watching the development.

Physical development involves both gross motor skills such as climbing, balancing, ball skills and pedaling, and fine motor skills such as pen and scissor control.

The Creative area of the curriculum includes art in two and three dimensions, for example, snowmen, blossom twigs and Easter bonnets; music; cookery activities; dressing up and role play.

The snowy weather in winter provided another dimension to the children's learning as they dug, scooped, rolled, sledged and made snowmen.

The nursery continued with the Eco Schools project and achieved the silver award. Teams of children were involved in looking into many aspects of the nursery's environment, from water and electricity use to recycling and composting our rubbish. Two camera bird boxes were installed and the children built a bug house. Two scooter training sessions led by a Council Traffic Safety officer were organized for the children.

The school trips included Richmond Fire Station and Crane Park which coincided with our topic on pond and river life. A Christmas Market was held where Santa Claus paid a visit. There were also the end of term concert, picnic and children's parties.

THE MARIA GREY NURSERY SCHOOL

DIRECTORS' REPORT continued

The Nursery has always benefitted greatly from parental involvement, and we are very lucky to have such a wide selection of nationalities represented amongst our families. Parents have come in to tell stories, run cookery activities or talk about cultural traditions. One parent came in to do an art project with the children, another to tell the children about Diwali and two came in to talk about Thanksgiving. Some Italian parents came in when we held an Italian Day, with children making pizzas and listening to stories.

The parents' social and fundraising event of the year was our Christmas auction which raised £1 8k towards the playground awning. An exciting fundraising event was Chicken Week, to raise money for an extension to the chicken run for the new chicks. There were many activities throughout the week including art activities (clay hens, handprint paintings and painted eggs), a chicken game, chicken biscuits to cook, a farm area outside, egg hunts, egg and spoon races. There was face painting, a Serbian hen story and Henrietta the hen told her own story. There were cake sales after school and there was also an eighties themed Bingo evening. Parents again ran a stall at the May Fair, and managed to raise over £850, which is designated for the purchase of the awning.

The nursery benefits greatly from the enthusiastic and well qualified team who are continuing to increase their professional qualifications. One completed her Early Years Professional Status and will go on to study an MA while another has already started her MA. Grants were allocated to the individual staff members and have helped with their studies. In addition there were one-off grants for supply cover during staff training. Our additional administrator continues to provide a presence in the office in the afternoons and provide staff cover in the nursery when necessary. The recruitment of an additional teacher was postponed to ensure full capacity of the additional places could be achieved before committing to the expenditure.

The Nursery benefitted from the help of two PGCE students from Roehampton University and two work experience school pupils from local schools as well as from parent volunteers. The nursery provides an ideal setting for the students to gain experience in a very child centered environment. This all helps to keep an extremely favourable staff pupil ratio.

FINANCIAL REVIEW

The Nursery's finances had a weaker start to the year than anticipated with several children unexpectedly moving away. The additional places were only available half way through the autumn term when the first floor was opened and most children on the waiting list had already found alternative places in other nurseries. The Spring term again was under expectations but the year ended with a very full summer term even with the increased capacity facilitated by the first floor extension. The fundraising efforts from the Parents social events have been designated for the awning for the playground. More fundraising will be done next year to contribute further to this. The cashflow has improved with the tougher line being taken on receiving payment for fees before the beginning of each term and late cancellations incurring the penalty of foregoing the deposit. The increased capacity has strengthened the cash flow. Headway has been made in returning the liquid unrestricted reserves to an acceptable level.

THE MARIA GREY NURSERY SCHOOL

DIRECTORS' REPORT continued

RESERVES POLICY

A policy has been established whereby the unrestricted funds not designated or invested in fixed assets held by the charity should be able to cover as a minimum the notice periods of all the staff (currently a requirement of £29k) but will be expected to be higher than this to allow for working capital requirements of running the nursery and continued investment in the fabric and equipment of the nursery. The unrestricted reserves total at the end of August 2011 has improved to a total of £20.2k and the donors of the £9.8k for the new toilets have allowed us to delay the refurbishment of the toilets until more reserves have been created after the major refurbishment that the nursery has completed. It will take some time to rebuild the reserves after this major investment. The nursery made a decision to fund the refurbishment project without a loan to avoid the interest payments and administration burden involved. The Nursery now benefits from a larger intake of children with the enlarged space which will contribute very rapidly in producing an improvement in the reserves position. Tight budgetary control still needs to be maintained.

RESULTS

The nursery's gross income before expenditure of £288k was up on last year by £3.2k. Fees were up by £29k but year on year income was affected by the capital grant and large donation received in 2009/10 not being repeated. Resources expended increased to £282.6 up on last year by £25.1. This mainly relates to the large increase in depreciation and increased costs relating to the first floor project. The surplus of income over expenditure for the year was £5.2k. The final cost of the refurbishment was £45.7k after some further necessary enhancements.

The fundraising events produced a healthy £3.5k with the Xmas social event bringing in £1.8k, the May Fair £0.9k and chicken week £0.4k with other smaller events bringing in the remainder.

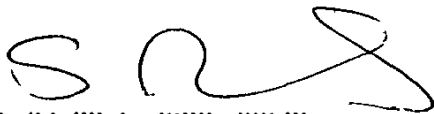
THE MARIA GREY NURSERY SCHOOL
DIRECTORS' REPORT (continued)

DIRECTORS AND THEIR INTERESTS

The directors who served during the year were as follows:

A Darragh
M. Fulton
E. Lorriman
M Nemeth
S Van Rooyen
L Williams

The directors have prepared this report in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies
Approved by the board on Friday 18th May 2012
and signed on its behalf by



Ms S Richards

Secretary

THE MARIA GREY NURSERY SCHOOL**STATEMENT OF FINANCIAL ACTIVITIES incorporating the income and expenditure account****For the year ended 31st August 2011**

	Notes	2011 Unrestricted Funds £	2011 Restricted Funds £	2011 Total Funds £	2010 Total Funds £
Voluntary income		524	1,000	1,524	9,259
Activities for generating funds		5,148		5,148	5,154
Nursery activities		280,972		280,972	269,591
Interest receivable		260		260	760
Total incoming Resources	4	286,904	1,000	287,904	284,764
Costs of generating funds		1,210		1,210	1,249
Nursery costs		269,233	10,667	279,900	254,803
Governance costs		1,500		1,500	1,500
Total Resources Expended	5	271,943	10,667	282,610	257,552
Net Income and (Expenditure) Total before Transfers		14,961	-9,667	5,294	27,212
Gross transfers between funds		-3,937	3,937		
Net Incoming/ (Outgoing) resources		11,024	-5,730	5,294	27,212
Total Funds brought forward		25,226	55,093	80,319	53,107
Total Funds carried forward		36,250	49,363	85,613	80,319

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

THE MARIA GREY NURSERY SCHOOL
BALANCE SHEET as at 31st August 2011

		2011 Total Funds	2010 Total Funds
FIXED ASSETS			
Tangible assets	8	51,810	56,690
CURRENT ASSETS			
Debtors	9	16,465	43,634
Cash at bank and in hand		126,119	64,300
TOTAL CURRENT ASSETS		142,584	107,934
CREDITORS Amounts falling due within one year	10	108,781	84,305
NET CURRENT ASSETS		33,803	23,629
TOTAL ASSETS LESS CURRENT LIABILITIES		85,613	80,319
CREDITORS: Amounts falling due after more than one year	11		
NET ASSETS	12	85,613	80,319
FUNDS OF THE CHARITY:-			
UNRESTRICTED		32,416	25,226
DESIGNATED		3,834	
RESTRICTED		49,363	55,093
TOTAL FUNDS	13	85,613	80,319

For the year ended 31st August 2011 the company was entitled to exemption from the requirement to have an audit under the provisions of section 475 and 477 of the Companies Act 2006

The directors state that the members have not required the company to obtain an audit of the year in question in accordance with section 476 of the Act

The directors acknowledge their responsibility for complying with the requirements of this Act with respect to accounting records and the preparation of accounts 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 the Statement of Financial Activities (including the income and expenditure report) 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 so far as applicable to the company

These accounts have been prepared in accordance with the special provision of Part 15 of the Companies Act 2006 relating to small companies

Approved by the Board of Directors on Friday 18th May 2012 and signed on its behalf by

Sanet Van Rooyen



Director

THE MARIA GREY NURSERY SCHOOL

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2011

Note 1 BASIS OF PREPARATION

The financial statements have been prepared on the basis of historic cost in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" published in March 2005, and with accounting standards and with the Charities Act 2006 and Companies Act 2006

The directors have a reasonable expectation that the charity has adequate resources to continue in operation for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

Note 2 PRINCIPAL ACCOUNTING POLICIES

INCOMING RESOURCES

Recognition of incoming resources are included in the SOFA when the nursery becomes entitled to the resources, the directors are virtually certain they will receive the resources and the monetary value can be measured with sufficient reliability. Nursery Fees are recognised in the year that the children attend the nursery and the corresponding government grant is recognised in line with this. Where incoming resources have related expenditure the incoming resources and related expenditure are reported gross in the SOFA.

Grants and Donations are only included in the SOFA when the nursery has unconditional entitlement to them.

Gifts in kind are accounted for at a reasonable estimate of their value to the nursery or the amount actually realized. Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the nursery. Gifts in kind for use by the nursery are included in the SOFA as incoming resources when receivable.

Donated services and facilities are only included with an equivalent amount in resources expended where the benefit to the nursery is reasonably quantifiable measurable and material.

EXPENDITURE AND LIABILITIES

Liabilities are recognized as soon as there is a legal or constructive obligation committing the nursery to pay out resources.

Governance costs include costs of preparation and examination of statutory accounts.

ASSETS

Tangible fixed assets for use by the nursery are capitalized if they can be used for more than one year and cost at least £1000. They are valued at cost or if gifted at the value to the nursery on receipt

THE MARIA GREY NURSERY SCHOOL

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2011

FUND ACCOUNTING

Unrestricted funds are funds which are available at the discretion of the directors in furtherance of the general objectives of the nursery and which have not been designated for other purposes. Designated funds are funds set aside by the directors out of unrestricted funds for specific future purposes or projects. Any amounts not utilized are carried forward where the specific purpose or project remains part of the nursery's objectives.

Restricted Funds are funds which are restricted by the donor or grant maker for a certain purpose e.g. grants for purchase of fixed assets. If the grant has only partly funded a fixed asset the balance of the funding of the fixed asset has been transferred from the unreserved funds to the reserved funds. The asset will be accounted for in the fund and the asset value will be reduced as the asset is depreciated.

Note 3 CHANGES TO PRIOR YEAR ACCOUNTS

No changes have been made to the accounts for previous years

Note 4 ANALYSIS OF INCOMING RESOURCES

Voluntary Income:-	2011 £	2010 £
Donations	1,036	9,022
Sustainability Grant		0
Social Deprivation Grant	488	237
Total Voluntary Income	1,524	9,259
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Activities for Generating Funds:-	2011 £	2010 £
Fund raising activities	5,148	5,154
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Nursery Activities	2011 £	2010 £
School Fees	168,428	151,530
Grants received as partial funding for the fees	81,734	69,242
Registrations and deposits retained	6,400	4,575
Grant received for Rental of Premises	18,250	11,250
Grant for Capital Projects		10,000
Other grants	5,320	21,827
Other reimbursements for Nursery activities	840	1,167
Total Nursery activities	280,972	269,591

THE MARIA GREY NURSERY SCHOOL**NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2011****Note 4 ANALYSIS OF INCOMING RESOURCES continued**

Investment Income	2011	2010
	£	£
Interest Receivable	260	760

Note 5 ANALYSIS OF RESOURCES EXPENDED

Activities for Generating Funds:-	2011	2010
	£	£
Fund raising expenses	1,210	1,249

Nursery Activities	2011	2010
	£	£
Salaries, Wages, NI, pensions and Temp costs	215,491	201,096
Rent	18,250	11,250
Hardship/bad debt fund		1,292
Maintenance and sinking fund contributions	3,633	3,177
Insurance	1,444	1,441
Depreciation	14,482	5,346
Electricity, telephone & broadband	4,167	3,646
Cleaning	7,442	4,501
Piano	2,567	1,954
Classroom supplies and small equipment	6,205	6,408
Office Supplies	1,926	1,699
Accounting & Legal re budgeting/cash forecast	1,000	1,000
Advertising	165	466
Staff Training & study grant payments	150	8,891
Miscellaneous Nursery expenses	2,979	2,636

Total Nursery activities	279,901	254,803
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Governance Costs	2011	2010
	£	£
Accounting	1,500	1,500
Total Governance Costs	1,500	1,500

THE MARIA GREY NURSERY SCHOOL

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2011

Support costs are included in the activities of the Nursery and all the governance costs are support costs. There are no support costs included in fundraising. Support costs in total were £37.4k for 2011 and £33k for 2010. The majority of support costs relate to costs of the office and the administrators who look after bookkeeping, payroll, invoicing, control of places for the nursery and supporting the nursery and its staff, administration of the refurbishment project.

Note 6 DETAILS OF CERTAIN ITEMS OF EXPENDITURE

TRUSTEES EXPENSES

Trustees were not paid expenses.

FEEs FOR EXAMINATION OF THE ACCOUNTS

	2011	2010
	£	£
Independent Examiner's fees for reporting on the accounts	500	500
Other fees paid to the independent examiner for assistance with preparing statutory accounts and budgets	2000	2000

Note 7 EMPLOYEES AND DIRECTORS

The average number of employees, including directors of the company during the year and their aggregate emoluments were as follows:

	Number	Wages & Salaries £	National Insurance £	Pension Contrib'n £	Total £
Year ended 31st August 2011	9	192,605	16,873	5,593	215,071
Year ended 31st August 2010	9	185,206	10,339	5,317	200,862

All employees work within the charitable activity. Pension contributions are offered to all staff from 1.9.07, by way of a defined contribution to each individual's stakeholder pension plan. The contribution from the nursery is 4%. National Insurance includes adjustments for maternity pay in 2010.

In addition there were temporary staff costs of £0.4k in 2011 compared to £0.2k in 2010.

The average number of full time employees is 7 for 2011 and 7 for 2010.

There are no employees with remuneration over £60,000

THE MARIA GREY NURSERY SCHOOL

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2011

Note 8 TANGIBLE FIXED ASSETS

	Fixtures Fittings & Equipment	Office/Nurser y Buildings	Assets under construction	Total Fixed Assets
	£	£	£	£
At 1st September 2010	56,401	18,598	36,073	111,072
Additions	9,602			9,602
Transfers	36,073		-36,073	0
At 31st August 2011	<u>102,076</u>	<u>18,598</u>	<u>0</u>	<u>120,674</u>
DEPRECIATION				
At 1st September 2010	46,943	7,439	0	54,382
Charge for year	12,623	1,859	0	14,482
At 31st August 2011	<u>59,566</u>	<u>9,298</u>	<u>0</u>	<u>68,864</u>
NET BOOK VALUE				
At 31st August 2011	<u>42,510</u>	<u>9,300</u>	<u>0</u>	<u>51,810</u>
At 31st August 2010	9,458	11,159	36,073	56,690

Depreciation

Depreciation is calculated to write off the cost of fixed assets in equal annual installments at the following rates

Office/Nursery Buildings 10%

Fixtures, fittings and equipment 20%

Computers are being written off in one year as technology is changing rapidly. The refurbishment has been included in fixtures and fittings and equipment. This will be depreciated over 5 years in line with the new 5 year lease commencing in October 2010 and in line with other fixtures and fittings. The costs of the project incurred in 2009/10 financial year shown as assets under construction have now been transferred to fixtures and fittings.

THE MARIA GREY NURSERY SCHOOL**NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2011****Note 9 DEBTORS AND PREPAYMENTS**

Amounts Falling Due within one year

	2011	2010
	£	£
Trade debtors	15,197	30,788
Accrued income		10,000
Prepayments	1,268	2,846
	<u>16,465</u>	<u>43,634</u>

There were no debtors falling due after one year

Note 10 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011	2010
	£	£
Deposits held for Parents	14,000	15,750
Other creditors	5,204	5,073
Accruals	12,480	14,793
Deferred income	77,097	48,689
	<u>108,781</u>	<u>84,305</u>

Deferred income relates to the fees invoiced in the summer for the autumn term of the next financial year. The amount for 2010 was £48,689 and is included in the fee income for the 10/11 financial year. The amount for 2011 is £77,097

Note 11 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

There are no longer any creditors falling due after more than one year.

THE MARIA GREY NURSERY SCHOOL**NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2011****Note 12 ANALYSIS of NET ASSETS BETWEEN FUNDS**

	Unreserved Fund	Reserved Fund	Total Fund
Fixed assets	12,208	39,602	51,810
Current Assets	132,822	9,762	142,584
Current Liabilities	108,781		108,781
Net Assets at 31/8/11	<u>36,249</u>	<u>49,364</u>	<u>85,613</u>

Note 13 MOVEMENTS IN FUNDS

	As at 31/08/2010	Incoming Resources	Outgoing Resources	Transfers	As at 31/08/2011
Reserved Funds:-					
First Floor refurbish	41,739		9,135	3,937	36,541
Security Equipment	4,592		1,531		3,061
Toilet refurbishment	8,762	1,000			9,762
Total Reserved Funds	<u>55,093</u>	<u>1,000</u>	<u>10,666</u>	<u>3,937</u>	<u>49,364</u>
Unrestricted Funds:					
Designated Funds		3,834			3,834
General Funds	25,226	283,070	271,944	-3,937	32,415
Total Funds	<u>80,319</u>	<u>287,904</u>	<u>282,610</u>	<u>0</u>	<u>85,613</u>

Note 14 PREMISES

The school premises in Friars Stile Road are owned by Richmond Council. The school has negotiated a new five year lease with effect from October 2010. The rent is £18,250 per annum including the first floor premises. There is no longer a sinking fund requirement by the lease but the nursery has made provision for such repairs in the accounts for an annual sum of £1,500. The school has received a rent subsidy grant of an equal amount to the rent.

THE MARIA GREY NURSERY SCHOOL**NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2011****Note 15 TRANSACTIONS WITH RELATED PARTIES****a. Remuneration and benefits**

The directors are not remunerated for their contribution.

b Other transactions with Directors or related parties

All directors are parents with children at the nursery and therefore pay fees to the nursery for the service their children receive. This is all done at arm's length. The table below shows the amounts involved for each director

Name of Director	Value invoiced in 10/11	Value invoiced in 09/10
A Darragh	4976	3,195
M Fulton	0	0
E Lorrinan	2,307	1,689
M Nemeth	4740	2,171
S Van Rooyen	1147	1,454
L S.P. Williams	3580	944

Note 16 ADDITIONAL DISCLOSURES**AMOUNTS HELD ON BEHALF OF THIRD PARTIES**

The nursery holds a deposit for each child's place in the nursery and these are returned at the end of the child's education at the nursery. If a child leaves without giving the requested notice period the deposit is retained. The deposits are held in a separate bank account and there is a corresponding liability shown on the balance sheet for the same amount.

The balances included in cash at bank are shown below for the respective years -

	2011 £	2010 £
Deposits held on behalf of parents	14,000	15,750

THE MARIA GREY NURSERY SCHOOL
NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2011

ANALYSIS OF GOVERNMENT GRANTS

	2011	2010
	£	£
Government Grant contribution to school fees	81,734	69,242
Grant for Rent	18,250	11,250
Grant for student placements	100	9
Book Grant		300
Grant for Refurbishment of first floor		10,000
Salary Enhancement Grant	5,220	11,868
Study Grant		8,450
EYPS Grant		1,200
Social Deprivation Grant	488	237
Total Grants	105,792	112,556

Government Grant contribution to school fees is applicable to children who are 3 and 4 years old and provide a subsidy to the parents but is paid directly to the nursery reducing the parents contribution to the fees. The salary enhancement Grants are paid out to staff members who are studying for early years qualifications.

Independent Examiner's Report to the Directors of The Maria Grey Nursery School

I report on the accounts of the company for the year ended 31st August 2011 which are set out on pages 1 to 19.

Respective responsibilities of directors and examiner

The directors are responsible for the preparation of the accounts, the directors consider that an audit is not required for this year under section 43(2) of the Charities Act 1993 (the 1993 Act) as amended by the Charities Act 2006 does not apply and that an independent examination is needed

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination (The gross income is greater than £250,000 and I as a FCMA am eligible to carry out the examination), it is my responsibility to

Examine the accounts under section 43 of the 1993 Act

To follow the procedures laid down by the general Directions given by the Charities Commission under section 43(7)(b) of the 1993 Act; and

To state whether particular matters have come to my attention

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as directors concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts presents a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements :-
to keep accounting records in accordance with section 386 of the Companies Act 2006; and to prepare accounts which accord with the accounting records and to comply with the accounting requirements of section 396 of the Companies Act 2006 and the methods and principles of the Statement of Recommended Practice. Accounting and Reporting by Charities

Have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached

Alison Williamson BA, FCMA, CGMA
38 Roehampton Gate, London, SW15 5JS

18th May 2012

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