

COMPANY REGISTRATION NUMBER: SC342490

CHARITY REGISTRATION NUMBER: SC039706

**High Flyers Community Childcare
Company Limited by Guarantee
Unaudited Financial Statements
31 May 2017**

SATURDAY



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25/11/2017

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COMPANIES HOUSE

CLARK ANDREWS LIMITED

Chartered Accountants
4 Eaglesham Road
Clarkston
Glasgow
G76 7BT

High Flyers Community Childcare

Company Limited by Guarantee

Financial Statements

Year ended 31 May 2017

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High Flyers Community Childcare

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 May 2017

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 May 2017.

Reference and administrative details

Registered charity name High Flyers Community Childcare

Charity registration number SC039706

Company registration number SC342490

Principal office and registered office 4th Floor
115 George Street
EDINBURGH
E2 4JN

The trustees

D Laing
C Taggart
A Pepper

Company secretary Jordan Company Secretaries Limited

Accountants Clark Andrews Limited
Chartered Accountants
4 Eaglesham Road
Clarkston
Glasgow
G76 7BT

Structure, governance and management

Recruitment and Governing Documents

The Company is a Registered Company Limited by guarantee, incorporated on 7 May 2008 and is a registered Scottish Charity Number SC039706. The Company was formed under a Memorandum of Association which established its objects and powers and is governed under its Articles of Association.

Appointment of Trustees

Trustees were appointed on its incorporation. Thereafter the trustees shall be elected by the members at the AGM. The maximum and minimum number of directors shall be ten and three respectively.

High Flyers Community Childcare

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2017

Objectives and activities

To provide a safe and caring environment for children.

To provide educational, social and recreational input for all members. To build confidence in children, recognising each child as an individual. To improve conditions of life for both parents and children.

To afford parents choice and opportunity to work or attend full time education. To promote a healthy lifestyle.

To minimise the impact on the environment with eco-friendly principles.

Achievements and performance

We were able to increase the number of children attending.

We have gained partnership with South Lanarkshire Council.

We are working towards gaining a "Green Flag" recognised by Eco-Schools Scotland.

Financial review

The total funds of the charity as at 31 May 2017 amounted to £186,162 (2016 - £208,749);

The Statement of Financial Activities shows net deficit for the year of £22,587 (2016 - £19,213).

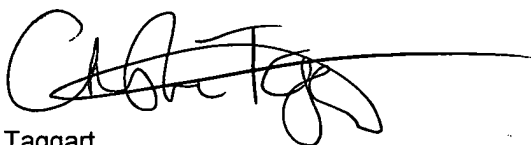
Plans for future periods

To continue childcare in the community.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on19/10/17..... and signed on behalf of the board of trustees by:



C Taggart
Trustee

High Flyers Community Childcare

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of High Flyers Community Childcare

Year ended 31 May 2017

I report on the financial statements for the year ended 31 May 2017, which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the 2006 Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations. 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 seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently I do not express an audit opinion on the view given by the accounts.

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 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations, and
 - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations
- 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.

Robert G Andrews F.C.I.E.

Robert G Andrews F.C.I.E.
Chartered Accountants

4 Eaglesham Road
Clarkston
Glasgow
G76 7BT

19/10/17

High Flyers Community Childcare

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

31 May 2017

		2017		2016
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Other trading activities	5	368,059	368,059	354,201
Total income		<u>368,059</u>	<u>368,059</u>	<u>354,201</u>
Expenditure				
Expenditure on charitable activities	6,7	390,646	390,646	373,414
Total expenditure		<u>390,646</u>	<u>390,646</u>	<u>373,414</u>
Net expenditure and net movement in funds		<u>(22,587)</u>	<u>(22,587)</u>	<u>(19,213)</u>
Reconciliation of funds				
Total funds brought forward		208,749	208,749	227,962
Total funds carried forward		<u>186,162</u>	<u>186,162</u>	<u>208,749</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 6 to 11 form part of these financial statements.

High Flyers Community Childcare

Company Limited by Guarantee

Statement of Financial Position

31 May 2017

		2017 £	£	2016 £
Fixed assets				
Tangible fixed assets	12		130,636	122,930
Current assets				
Cash at bank and in hand		60,571		90,876
Creditors: amounts falling due within one year	13	<u>5,045</u>		<u>5,057</u>
Net current assets			<u>55,526</u>	<u>85,819</u>
Total assets less current liabilities			<u>186,162</u>	<u>208,749</u>
Net assets			<u>186,162</u>	<u>208,749</u>
Funds of the charity				
Unrestricted funds			<u>186,162</u>	<u>208,749</u>
Total charity funds	15		<u>186,162</u>	<u>208,749</u>


For the year ending 31 May 2017 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees' responsibilities:

- The members have not required the charity to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of trustees and authorised for issue on 19/10/17, and are signed on behalf of the board by:


C Taggart
Trustee

The notes on pages 6 to 11 form part of these financial statements.

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 May 2017

1. General information

The charity is a private company limited by guarantee, registered in Scotland and a registered charity in Scotland. The address of the registered office is 4th Floor, 115 George Street, EDINBURGH, E2 4JN.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

Going concern

There are no material uncertainties about the charity's ability to continue.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 June 2015. Details of how FRS 102 has affected the reported financial position and financial performance are given in note 18.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102.

(a) No cash flow statement has been presented for the company.

(b) Disclosures in respect of financial instruments have not been presented.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2017

3. Accounting policies *(continued)*

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and Fittings	-	20% reducing balance
Motor Vehicles	-	25% reducing balance
Equipment	-	20% reducing balance
Tenants' Improvements	-	4% straight line

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2017

4. Limited by guarantee

High Flyers Community Childcare is a company limited by guarantee, not have a share capital.

5. Other trading activities

	Unrestricted Funds	Total Funds 2017	Unrestricted Funds	Total Funds 2016
	£	£	£	£
Fees	368,059	368,059	354,201	354,201

6. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2017	Unrestricted Funds	Total Funds 2016
	£	£	£	£
Childcare provision	389,534	389,534	371,522	371,522
Support costs	1,112	1,112	1,892	1,892
	<u>390,646</u>	<u>390,646</u>	<u>373,414</u>	<u>373,414</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2017	Total fund 2016
	£	£	£	£
Childcare provision	389,534	–	389,534	371,522
Governance costs	–	1,112	1,112	1,892
	<u>389,534</u>	<u>1,112</u>	<u>390,646</u>	<u>373,414</u>

8. Net expenditure

Net expenditure is stated after charging/(crediting):

	2017 £	2016 £
Depreciation of tangible fixed assets	10,657	11,119

9. Independent examination fees

	2017 £	2016 £
Fees payable to the independent examiner for: Independent examination of the financial statements	1,112	1,803

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2017

10. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2017	2016
	£	£
Wages and salaries	274,999	242,713
Social security costs	14,869	10,719
Employer contributions to pension plans	1,924	—
	<u>291,792</u>	<u>253,432</u>

The average head count of employees during the year was 20 (2016: 22). The average number of full-time equivalent employees during the year is analysed as follows:

	2017	2016
	No.	No.
Number of other staff - childcare provision	<u>20</u>	<u>22</u>

No employee received employee benefits of more than £60,000 during the year (2016: Nil).

11. Trustee remuneration and expenses

Christine Taggart, a trustee of the charity, received a salary of £23,913 (2016 - £1,800).

During the year the charity paid £31,608 (2016 - £31,608) to Christine Taggart for rent. Christine Taggart is a trustee of the charity.

Such transactions were carried out on an arm's length basis.

12. Tangible fixed assets

	Fixtures and fittings	Motor vehicles	Equipment	Tenants' Improvements	Total
	£	£	£	£	£
Cost					
At 1 June 2016	10,844	15,358	22,769	116,136	165,107
Additions	—	—	1,658	17,075	18,733
Disposals	—	(2,084)	—	—	(2,084)
At 31 May 2017	<u>10,844</u>	<u>13,274</u>	<u>24,427</u>	<u>133,211</u>	<u>181,756</u>
Depreciation					
At 1 June 2016	4,520	9,915	10,454	17,288	42,177
Charge for the year	1,265	1,269	2,795	5,328	10,657
Disposals	—	(1,714)	—	—	(1,714)
At 31 May 2017	<u>5,785</u>	<u>9,470</u>	<u>13,249</u>	<u>22,616</u>	<u>51,120</u>
Carrying amount					
At 31 May 2017	<u>5,059</u>	<u>3,804</u>	<u>11,178</u>	<u>110,595</u>	<u>130,636</u>
At 31 May 2016	<u>6,324</u>	<u>5,443</u>	<u>12,315</u>	<u>98,848</u>	<u>122,930</u>

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2017

13. Creditors: amounts falling due within one year

	2017	2016
	£	£
Social security and other taxes	2,529	1,501
Other creditors	2,516	3,556
	<u>5,045</u>	<u>5,057</u>

14. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £1,924 (2016: £Nil).

15. Analysis of charitable funds

Unrestricted funds

	At 1 June 2016	Income	Expenditure	At 31 May 2017
	£	£	£	£
General funds	208,749	368,059	(390,646)	186,162

16. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	£
Tangible fixed assets	130,636	130,636
Current assets	60,571	60,571
Creditors less than 1 year	(5,045)	(5,045)
Net assets	<u>186,162</u>	<u>186,162</u>

17. Operating lease commitments

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2017	2016
	£	£
Not later than 1 year	9,048	—
Later than 1 year and not later than 5 years	28,708	—
	<u>37,756</u>	<u>—</u>

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2017

18. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The charity transitioned to FRS 102 on 1 June 2015.

No transitional adjustments were required in the retained funds or income or expenditure for the year.

High Flyers Community Childcare

Company Limited by Guarantee

Management Information

Year ended 31 May 2017

The following pages do not form part of the financial statements.

High Flyers Community Childcare
Company Limited by Guarantee
Detailed Statement of Financial Activities
31 May 2017

	2017 £	2016 £
Income and endowments		
Other trading activities		
Fees	<u>368,059</u>	<u>354,201</u>
Total income	<u><u>368,059</u></u>	<u><u>354,201</u></u>
Expenditure		
Expenditure on charitable activities		
Wages and salaries	274,999	242,713
Employer's NIC	14,869	10,719
Pension costs	1,924	—
Independent examiners' fee	1,112	1,802
Other interest payable and similar charges	—	90
Telephone	981	1,052
Workwear	135	677
Training	570	3,164
Toys and equipment	4,049	6,466
Food and refreshments	8,169	9,298
Rent and rates	32,409	32,685
Heat and light	2,552	2,667
Printing and stationery	1,288	1,364
Maintenance	7,213	14,322
Classes	1,366	2,676
Sundries	2,774	2,393
Insurance	5,956	6,807
Trips	871	997
Motor Expenses	15,020	13,816
Photographs	3	126
Professional Fees	5,060	8,461
Depreciation	10,657	11,119
(Gain)/Loss on disposal of assets	<u>(1,331)</u>	<u>—</u>
	<u>390,646</u>	<u>373,414</u>
Total expenditure	<u><u>390,646</u></u>	<u><u>373,414</u></u>
Net expenditure	<u><u>(22,587)</u></u>	<u><u>(19,213)</u></u>

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

31 May 2017

	2017 £	2016 £
Expenditure on charitable activities		
Childcare provision		
<i>Activities undertaken directly</i>		
Wages	274,999	242,713
Employer's NIC	14,869	10,719
Pension costs	1,924	–
Telephone	981	1,052
Workwear	135	677
Staff Training	570	3,164
Toys and equipment	4,049	6,466
Food and refreshments	8,169	9,298
Rent and rates	32,409	32,685
Heat and light	2,552	2,667
Printing and stationery	1,288	1,364
Maintenance	7,213	14,322
Classes	1,366	2,676
Sundries	2,774	2,393
Insurance	5,956	6,807
Trips	871	997
Motor Expenses	15,020	13,816
Photographs	3	126
Professional Fees	5,060	8,461
Depreciation	10,657	11,119
(Gain)/Loss on disposal of assets	(1,331)	–
	<u>389,534</u>	<u>371,522</u>
Governance costs		
Independent examiner	1,112	1,802
Governance costs - other finance costs	–	90
	<u>1,112</u>	<u>1,892</u>
Expenditure on charitable activities	<u><u>390,646</u></u>	<u><u>373,414</u></u>