

COMPANY REGISTRATION NUMBER: SC342490

CHARITY REGISTRATION NUMBER: SC039706

**High Flyers Community Childcare
Company Limited by Guarantee
Unaudited Financial Statements
31 May 2021**



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 2021

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High Flyers Community Childcare

Company Limited by Guarantee

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

Year ended 31 May 2021

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 2021.

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
EH2 4JN

The trustees

D Laing
C Taggart
A Pepper

Company secretary Jordan Company Secretaries Limited

Independent examiner Robert G. Andrews, CA FCIE
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 2021

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 have gained partnership with South Lanarkshire Council.
- We are working towards gaining a "Green Flag" recognised by Eco-Schools Scotland.
- We have settled into our new premises at Cambuslang Old Parish Church.
- This will enable the charity to increase the number attending.

Financial review

- The total funds of the charity as at 31 May 2021 amounted to £119,530 (2020 - £67,578).
- The Statement of Financial Activities shows net surplus for the year of £51,952 (2020 - £8,790).

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.

High Flyers Community Childcare

Company Limited by Guarantee

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

Year ended 31 May 2021

The trustees' annual report was approved on 22/2/22 and signed on behalf of the board of trustees by:

A handwritten signature in black ink, appearing to read 'C Taggart', with a long horizontal flourish extending to the right.

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 2021

I report to the trustees on my examination of the financial statements of High Flyers Community Childcare ('the charity') for the year ended 31 May 2021.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 ('the 2005 Act'), the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Companies Act 2006 ('the 2006 Act'). You are satisfied that the accounts of the company are not required by charity or company law to be audited and have chosen instead to have an independent examination.

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 the charity's accounts carried out under section 44(1)(c) of the 2005 Act. In carrying out my examination I have followed the requirements of Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Independent examiner's statement

Since the charity is required by company law to prepare its accounts on an accruals basis and is registered as a charity in Scotland your examiner must be a member of a body listed in Regulation 11(2) of the Charities Accounts (Scotland) Regulations 2006 (as amended). I can confirm that I am qualified to undertake the examination because I am a registered member of ICAS 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 charity as required by section 386 of the 2006 Act, section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; or
2. the financial statements do not accord with those records or with the accounting requirements of Regulation 8 of the Charities Accounts (Scotland) Regulations 2006; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

High Flyers Community Childcare

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of High Flyers Community Childcare *(continued)*

Year ended 31 May 2021

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 G. Andrews FCIE

Robert G. Andrews, CA FCIE
Independent Examiner

4 Eaglesham Road
Clarkston
Glasgow
G76 7BT

22/2/22

High Flyers Community Childcare

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 May 2021

		2021		2020
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	5	98,003	98,003	54,131
Other trading activities	6	319,719	319,719	203,862
Total income		<u>417,722</u>	<u>417,722</u>	<u>257,993</u>
Expenditure				
Expenditure on charitable activities	7,8	365,770	365,770	249,203
Total expenditure		<u>365,770</u>	<u>365,770</u>	<u>249,203</u>
Net income and net movement in funds		<u>51,952</u>	<u>51,952</u>	<u>8,790</u>
Reconciliation of funds				
Total funds brought forward		67,578	67,578	58,788
Total funds carried forward		<u>119,530</u>	<u>119,530</u>	<u>67,578</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 8 to 13 form part of these financial statements.

High Flyers Community Childcare

Company Limited by Guarantee

Statement of Financial Position

31 May 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	13	85,048	67,066
Current assets			
Cash at bank and in hand		77,717	5,681
Creditors: amounts falling due within one year	14	<u>13,635</u>	<u>5,169</u>
Net current assets		<u>64,082</u>	<u>512</u>
Total assets less current liabilities		<u>149,130</u>	<u>67,578</u>
Creditors: amounts falling due after more than one year	15	<u>29,600</u>	<u>—</u>
Net assets		<u><u>119,530</u></u>	<u><u>67,578</u></u>
Funds of the charity			
Unrestricted funds		<u>119,530</u>	<u>67,578</u>
Total charity funds	17	<u><u>119,530</u></u>	<u><u>67,578</u></u>

For the year ending 31 May 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors 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 22/2/22 and are signed on behalf of the board by:



C Taggart
Trustee

The notes on pages 8 to 13 form part of these financial statements.

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 May 2021

1. General information

The charity is a public benefit entity and 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, EH2 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 Companies Act 2006.

3. Accounting policies

Basis of preparation

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

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

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

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 2021

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
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.

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

4. Limited by guarantee

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

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Grants			
The Cora Foundation	—	—	—
JRS Grant	93,003	—	93,003
Training Grant	5,000	—	5,000
ELC Inclusion Fund	—	—	—
	<u>98,003</u>	<u>—</u>	<u>98,003</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Grants			
The Cora Foundation	—	13,286	13,286
JRS Grant	39,345	—	39,345
Training Grant	—	—	—
ELC Inclusion Fund	1,500	—	1,500
	<u>40,845</u>	<u>13,286</u>	<u>54,131</u>

6. Other trading activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Fees	<u>319,719</u>	<u>319,719</u>	<u>203,862</u>	<u>203,862</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Childcare provision	364,565	—	364,565
Support costs	1,205	—	1,205
	<u>365,770</u>	<u>—</u>	<u>365,770</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Childcare provision	234,390	13,286	247,676
Support costs	1,527	—	1,527
	<u>235,917</u>	<u>13,286</u>	<u>249,203</u>

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

8. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2021	Total fund 2020
	£	£	£	£
Childcare provision	364,565	–	364,565	247,676
Governance costs	–	1,205	1,205	1,527
	<u>364,565</u>	<u>1,205</u>	<u>365,770</u>	<u>249,203</u>

9. Net income

Net income is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	<u>10,978</u>	<u>5,915</u>

10. Independent examination fees

	2021	2020
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,205</u>	<u>1,527</u>

11. Staff costs

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

	2021	2020
	£	£
Wages and salaries	243,758	172,075
Social security costs	15,232	9,515
Employer contributions to pension plans	3,026	4,998
	<u>262,016</u>	<u>186,588</u>

The average head count of employees during the year was 17 (2020: 13). The average number of full-time equivalent employees during the year is analysed as follows:

	2021	2020
	No.	No.
Childcare provision	<u>17</u>	<u>13</u>

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

12. Trustee remuneration and expenses

Christine Taggart, a trustee of the charity, received a salary of £34,847 (2020 - £18,652).

During the year the charity paid £32,400 (2020 - £10,800) to Christine Taggart for rent. Christine Taggart is a trustee of the charity.

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

13. Tangible fixed assets

	Fixtures and Fittings £	Equipment £	Tenants' Improvement s £	Total £
Cost				
At 1 June 2020	14,966	28,578	56,676	100,220
Additions	—	28,960	—	28,960
At 31 May 2021	14,966	57,538	56,676	129,180
Depreciation				
At 1 June 2020	9,078	19,872	4,204	33,154
Charge for the year	1,178	7,533	2,267	10,978
At 31 May 2021	10,256	27,405	6,471	44,132
Carrying amount				
At 31 May 2021	4,710	30,133	50,205	85,048
At 31 May 2020	5,888	8,706	52,472	67,066

14. Creditors: amounts falling due within one year

	2021 £	2020 £
Bank loans and overdrafts	7,401	—
Accruals and deferred income	1,150	1,150
Social security and other taxes	2,568	2,569
Other creditors	2,516	1,450
	13,635	5,169

15. Creditors: amounts falling due after more than one year

	2021 £	2020 £
Bank loans and overdrafts	29,600	—

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

16. 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 £3,026 (2020: £4,998).

17. Analysis of charitable funds

Unrestricted funds

	At 1 June 2020 £	Income £	Expenditure £	At 31 May 2021 £
General funds	<u>67,578</u>	<u>417,722</u>	<u>(365,770)</u>	<u>119,530</u>

	At 1 June 2019 £	Income £	Expenditure £	At 31 May 2020 £
General funds	<u>58,788</u>	<u>244,707</u>	<u>(235,917)</u>	<u>67,578</u>

18. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	85,048	85,048
Current assets	77,717	77,717
Creditors less than 1 year	(43,235)	(43,235)
Net assets	<u>119,530</u>	<u>119,530</u>

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	67,066	67,066
Current assets	5,681	5,681
Creditors less than 1 year	(5,169)	(5,169)
Net assets	<u>67,578</u>	<u>67,578</u>

19. Operating lease commitments

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

	2021 £	2020 £
Not later than 1 year	15,988	19,716
Later than 1 year and not later than 5 years	18,194	26,286
	<u>34,182</u>	<u>46,002</u>

High Flyers Community Childcare

Company Limited by Guarantee

Management Information

Year ended 31 May 2021

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

High Flyers Community Childcare
Company Limited by Guarantee
Detailed Statement of Financial Activities
Year ended 31 May 2021

	2021 £	2020 £
Income and endowments		
Donations and legacies		
The Cora Foundation	–	13,286
JRS Grant	93,003	39,345
Training Grant	5,000	–
ELC Inclusion Fund	–	1,500
	<u>98,003</u>	<u>54,131</u>
Other trading activities		
Fees	319,719	203,862
	<u> </u>	<u> </u>
Total income	<u>417,722</u>	<u>257,993</u>
Expenditure		
Expenditure on charitable activities		
Wages and salaries	243,758	172,075
Employer's NIC	15,232	9,515
Pension costs	3,026	4,998
Legal and professional fees	1,205	1,527
Telephone	1,115	1,119
Workwear	488	137
Training	1,920	204
Toys and equipment	10,737	3,786
Food and refreshments	8,558	4,703
Rent and rates	34,485	11,090
Printing and stationery	344	1,026
Maintenance	12,094	5,449
Classes	–	452
Sundries	52	66
Insurance	6,648	5,348
Trips	–	1,101
Motor Expenses	13,221	17,072
Professional Fees	1,909	3,620
Depreciation	10,978	5,915
	<u>365,770</u>	<u>249,203</u>
	<u> </u>	<u> </u>
Total expenditure	<u>365,770</u>	<u>249,203</u>
	<u> </u>	<u> </u>
Net income	<u>51,952</u>	<u>8,790</u>

High Flyers Community Childcare

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 May 2021

	2021 £	2020 £
Expenditure on charitable activities		
Childcare provision		
<i>Activities undertaken directly</i>		
Wages	243,758	172,075
Employer's NIC	15,232	9,515
Pension costs	3,026	4,998
Telephone	1,115	1,119
Workwear	488	137
Staff Training	1,920	204
Toys and equipment	10,737	3,786
Food and refreshments	8,558	4,703
Rent and rates	34,485	11,090
Printing and stationery	344	1,026
Maintenance	12,094	5,449
Classes	–	452
Sundries	52	66
Insurance	6,648	5,348
Trips	–	1,101
Motor Expenses	13,221	17,072
Professional Fees	1,909	3,620
Depreciation	10,978	5,915
	<u>364,565</u>	<u>247,676</u>
Governance costs		
Independent examiner	1,205	1,527
	<u>365,770</u>	<u>249,203</u>