

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2023
FOR
PARK FAMILIES LIMITED T/A YMCA PARK
FAMILIES
(A COMPANY LIMITED BY GUARANTEE)**

Hopper Williams & Bell Limited
Statutory Auditor
Highland House
Mayflower Close
Chandler's Ford
Eastleigh
Hampshire
SO53 4AR



**PARK FAMILIES LIMITED T/A YMCA PARK
FAMILIES**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2023**

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 3
Statement of Trustees' Responsibilities	4
Report of the Independent Auditors	5 to 7
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Financial Statements	10 to 20

**PARK FAMILIES LIMITED T/A YMCA PARK
FAMILIES**

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 30 APRIL 2023**

TRUSTEES	M H Cranston P J West YMCA Fairthorne Group
COMPANY SECRETARY	P J Spicer
REGISTERED OFFICE	Fairthorne Manor Botley Road Curbridge Southampton Hampshire SO30 2GH
REGISTERED COMPANY NUMBER	04788663 (England and Wales)
REGISTERED CHARITY NUMBER	1105043
AUDITORS	Hopper Williams & Bell Limited Statutory Auditor Highland House Mayflower Close Chandler's Ford Eastleigh Hampshire SO53 4AR

**PARK FAMILIES LIMITED T/A YMCA PARK
FAMILIES**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 APRIL 2023**

Small companies provision statement

The trustees who are also directors of the charity for the purpose of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 April 2023. The trustees have adopted the provisions of 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 Standards applicable in the UK and Republic of Ireland' issues in October 2019.

Aim

The aim of the charity is to strengthen communities, provide quality day care and education services for children, predominantly those 0-5 years of age, to provide education and health services to parents and carers of young children, to provide respite services for children in need or at times of family stress, to support children when their main carers are pursuing pre-employment training and education if needed and to relieve poverty and support adults into employment, relieve deprivation and distress and provide recreational activities in the interests of social welfare. The company's charitable objectives as stated in the company's articles of association are:

"the advancement of educational goals, improvement of health, social and emotional well-being, the support of recreational activities and any other charitable activities including the relief of poverty, deprivation and distress and the provision of financial assistance for education, the undertaking of research and the provision of facilities for recreation and other leisure activities in the interests of social welfare".

Principal activities

Over the year, the principal activities of the charity were:

Early education and childcare

The provision of Early Years education and childcare, facilitated through the running of a full day care nursery at Warren Park former Surestart Centre and 3 term time only preschools: Barn Owls, Dunsbury Way and Sharps Copse.

Park Families Training

Park Families Limited as an accredited training body provides certified course in Child Care Learning and Development, vocational courses, parenting courses, public health and more.

The Hub

The Hub provides a base for a variety of community facing organisations. The Hub Café kitchen provided nursery children with freshly cooked meals conveyed daily, alongside a public café in Leigh Park. Youth charity Motiv8 and mental health charity Havant and East Hampshire MIND have client centred services operating from this site.

REVIEW OF BUSINESS

The financial pressures experienced in previous years increased rapidly as growing inflation further exposed the underfunding of "free" government childcare for 2- and 3-year olds with the government failing to increase funding rates in line with inflation despite national and local pressure from providers, MPs and the press. The situation reached a critical point in summer 2022 and the Trustees took the decision to seek alternative providers to take over the early years settings of Park Families. A process was launched in September 2022, and Warren Park, Sharps Copse and Dunsbury Way had transferred to a new provider by the end of the financial year, with the final setting, Barn Owls, transferring to a new provider in summer 2023.

Footfall and income at The Hub Café was significantly below targets with high costs driven by inflation and a decision was made in the year to close the café to the public. The Hub continues to operate as a centre for its tenants.

The Trustees and YMCA Fairthorne Group have no intention to retain Park Families as a trading entity in the long term. Therefore once it has ceased trading and discharged all creditors the Trustees will be seeking a strike off and closing the charity.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 APRIL 2023**

APPOINTMENT OF TRUSTEES/DIRECTORS AND CHARITY ORGANISATION

The charity is managed by the trustees. On 20 September 2021 YMCA Fairthorne Group became the sole member. The trustees do not receive any remuneration from the company but may be reimbursed reasonable expenses. The company is governed by memorandum and articles of association and is a charitable company limited by guarantee. There is an induction procedure for any new directors/trustees. Training is available to all trustees. Day to day operations are delegated to the Chief Executive Officer of YMCA Fairthorne Group, the parent company.

STRATEGIC REPORT

Investment policy and objectives

In accordance with the company's memorandum and articles of association, the trustees have the power to invest as they see fit to further the objectives of the charity. At present the charity does not have any investments, other than bank deposit accounts. The trustees confirm that, as a result of the takeover by YMCA Fairthorne Group, the charity assets are available and adequate to fulfil its existing obligations and to meet all existing commitments.

Reserves policy

Reserves represent unrestricted funds arising from operating results. The trustees have approved the use of the free reserves to support the future activities of the company, as set out in the review of business section above.

Financial review

Total income in 2023 totalled £630,577 (2022: £829,967) whilst expenditure in 2023 totalled £1,308,016 (2022: £1,175,006). The deficit for 2023 was therefore £677,439 (2022: £345,039) and net liabilities at 30 April 2023 were valued at £617,687 (2022 net assets: £59,752).

Risk management

Trustees have assessed the major risks to which the company and charity is exposed, in particular, those related to the operations and finances.


The major financial risks around the operating deficit were increased suddenly by a rapid rise in inflation in the year which had the impact of exacerbating the existing challenges. The government's failure to respond to the crisis this created in early years has led to a decision to carefully manage the closure of the charity in the next financial year.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 13 October 2023 and signed on the board's behalf by:



M H Cranston - Trustee

**STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 30 APRIL 2023**

The trustees (who are also the directors of Park Families Limited T/A YMCA Park Families for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
PARK FAMILIES LIMITED T/A YMCA PARK
FAMILIES**

Opinion

We have audited the financial statements of Park Families Limited T/A YMCA Park Families (the 'charitable company') for the year ended 30 April 2023 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 April 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter relating to going concern

We draw your attention to note 2 of the financial statements, which notes that the organisation is gradually discontinuing its activities. At the year end date the assets have been impaired to their recoverable amount.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
PARK FAMILIES LIMITED T/A YMCA PARK
FAMILIES**

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Extent to which the audit was capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. Due to the inherent limitations of an audit, there is a risk that we will not detect all irregularities even though the audit has been properly planned and performed in accordance with the ISAs (UK). The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the company, and the industry in which it operates. These include but are not limited to compliance with the Companies Act 2006, UK Generally Accepted Accounting Principles and the relevant tax compliance regulations for the company.
- We obtained an understanding of how the company is complying with these frameworks through discussions with management.
- We enquired with management whether there were any instances of non-compliance with laws and regulations or whether they had knowledge of actual or suspected fraud. These enquiries are corroborated through follow-up audit procedures including but not limited to a review of legal and professional costs and correspondence.
- We assessed the susceptibility of the company's financial statements to material misstatement, including the risk of fraud and management override of controls. We designed our audit procedures to respond to this assessment, including the identification and testing of any related party transactions and the testing of journal transactions that arise from management estimates, that are determined to be of significant value or unusual in their nature.
- We assessed the appropriateness of the collective competence and capabilities of the engagement team, including consideration of the engagement team's knowledge and understanding of the industry in which the company operates in, and their practical experience through training and participation with audit engagements of a similar nature.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
PARK FAMILIES LIMITED T/A YMCA PARK
FAMILIES**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Michaela Johns

Michaela Johns FCCA (Senior Statutory Auditor)
for and on behalf of Hopper Williams & Bell Limited
Statutory Auditor
Highland House
Mayflower Close
Chandler's Ford
Eastleigh
Hampshire
SO53 4AR

Date: 17 Oct 2023
Date:

**PARK FAMILIES LIMITED T/A YMCA PARK
FAMILIES**

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 APRIL 2023**

				Year Ended 30.4.23 Total funds £	Period 1.4.21 to 30.4.22 Total funds £
	Notes	Unrestricted fund £	Restricted fund £		
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	610	-	610	20,625
Charitable activities	5				
Childcare		577,507	-	577,507	768,820
Other trading activities	4	52,460	-	52,460	40,522
Total		<u>630,577</u>	<u>-</u>	<u>630,577</u>	<u>829,967</u>
EXPENDITURE ON					
Raising funds					
Other trading activities	6	-	-	-	476
		-	-	-	476
Charitable activities	7				
Childcare		905,857	-	905,857	1,174,530
Other		402,159	-	402,159	-
Total		<u>1,308,016</u>	<u>-</u>	<u>1,308,016</u>	<u>1,175,006</u>
NET INCOME/(EXPENDITURE)		(677,439)	-	(677,439)	(345,039)
Transfers between funds	21	20,000	(20,000)	-	-
Net movement in funds		<u>(657,439)</u>	<u>(20,000)</u>	<u>(677,439)</u>	<u>(345,039)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		39,752	20,000	59,752	404,791
TOTAL FUNDS CARRIED FORWARD		<u>(617,687)</u>	<u>-</u>	<u>(617,687)</u>	<u>59,752</u>

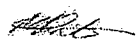
The notes form part of these financial statements

**PARK FAMILIES LIMITED T/A YMCA PARK
FAMILIES (REGISTERED NUMBER: 04788663)**

**BALANCE SHEET
30 APRIL 2023**

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	14	151,068	-	151,068	572,977
CURRENT ASSETS					
Stocks	15	-	-	-	1,191
Debtors	16	30,673	-	30,673	35,848
Cash at bank and in hand		87,270	-	87,270	167,871
		<u>117,943</u>	<u>-</u>	<u>117,943</u>	<u>204,910</u>
CREDITORS					
Amounts falling due within one year	17	(886,698)	-	(886,698)	(681,674)
NET CURRENT ASSETS/(LIABILITIES)		<u>(768,755)</u>	<u>-</u>	<u>(768,755)</u>	<u>(476,764)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(617,687)</u>	<u>-</u>	<u>(617,687)</u>	<u>96,213</u>
CREDITORS					
Amounts falling due after more than one year	18	-	-	-	(36,461)
NET ASSETS		<u>(617,687)</u>	<u>-</u>	<u>(617,687)</u>	<u>59,752</u>
FUNDS	21				
Unrestricted funds				(617,687)	39,752
Restricted funds				-	20,000
TOTAL FUNDS				<u>(617,687)</u>	<u>59,752</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 13 October 2023 and were signed on its behalf by:



M H Cranston - Trustee

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2023**

1. LEGAL STATUS

Park Families Limited is a company, limited by guarantee (company number 04788663) and a registered charity (number 1105043). The address of the registered office is Fairthorne Manor, Botley Road, Curbridge, Southampton, Hampshire, England, SO30 2GH.

2. 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.

Going Concern

The charity is under the control of YMCA Fairthorne Group and continues to receive financial support from this charitable company. Park Families, no longer employs any staff and is in the process of disposing of its remaining trade and property assets, however as at the date of this report a date for the disposal of 'The Hub' is not known. YMCA Fairthorne Group have confirmed their continued support up until the closure of Park Families, therefore the financial statements are prepared on a break up basis. The Trustees consider that there are no concerns about the charity's ability to continue until this date.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

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.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Government grants

Coronavirus Job Retention Scheme: the accrual model has been used to recognise the grant on a systematic basis over the periods in which the related staff costs are incurred.

Business Support Grant Funds: the accrual model has been used to recognise the grant when it is received or becomes receivable, as there are no future related costs or performance conditions.

Business Interruption Payment (BIP) under the Coronavirus Business Interruption Loan and Bounce Back Loan scheme: The BIP is payable in respect of the loan interest for the first 12 months, together with any related fees. The accrual model has been used to recognise the income on a systematic basis over the period in which the related finance costs are incurred. The company has also benefited from the UK government's provision of security for 100% of the loan.

2. ACCOUNTING POLICIES - continued

Investment income

Interest is recognised once it has been paid.

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.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustee's meetings and reimbursed expenses.

Tangible fixed assets

Individual fixed assets costing £500 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class

Leasehold land and buildings	-	Building only 50 years straight line basis
Improvements to property	-	50 years straight line basis & 10 years straight line basis
Plant & machinery	-	25% reducing balance basis
Fixtures & fittings	-	25% reducing balance basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in the statement of financial activities.

Stocks

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regards for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO) method.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

2. ACCOUNTING POLICIES - continued

Fund accounting

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.

Pension costs and other post-retirement benefits

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

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective method.

Financial assets

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial assets are recognised in the balance sheet when the charity becomes party to the contractual provisions of the instrument.

Basic financial assets, which include trade and other receivables and cash and bank balances are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method, unless the arrangement constitutes a financial transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Financial liabilities

Basic financial liabilities, which include trade and other payables, are initially measured at transaction price and subsequently measured at amortised cost, unless the arrangement constitutes a financing transaction where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2023**

3. DONATIONS AND LEGACIES

	Year Ended	Period
	30.4.23	1.4.21 to 30.4.22
	£	£
Grants	<u>610</u>	<u>20,625</u>

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

	Year Ended	Period
	30.4.23	1.4.21 to 30.4.22
	£	£
Coronavirus job retention scheme	-	19,460
Other non-Covid grants	<u>610</u>	<u>1,165</u>
	<u>610</u>	<u>20,625</u>

4. OTHER TRADING ACTIVITIES

	Year Ended	Period
	30.4.23	1.4.21 to 30.4.22
	£	£
Property rental income	<u>52,460</u>	<u>40,522</u>

5. INCOME FROM CHARITABLE ACTIVITIES

		Year Ended	Period
	Activity	30.4.23	1.4.21 to 30.4.22
		£	£
Nursery fees	Childcare	158,342	375,747
Cafe sales	Childcare	12,069	9,435
Fundraising	Childcare	1,604	2,338
Course contributions	Childcare	5,716	963
Other income	Childcare	1,447	1,403
Educational funding	Childcare	<u>398,329</u>	<u>378,934</u>
		<u>577,507</u>	<u>768,820</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2023

6. OTHER TRADING ACTIVITIES

	Year Ended 30.4.23 £	Period 1.4.21 to 30.4.22 £
Purchases	-	476
	<u> </u>	<u> </u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Childcare	861,520	44,337	905,857
	<u> </u>	<u> </u>	<u> </u>

8. SUPPORT COSTS

Support costs, included in the above, are as follows:

	Year Ended 30.4.23 £	Period 1.4.21 to 30.4.22 Total activities £
Auditors' remuneration	9,900	13,764
Legal fees	34,437	993
	<u> </u>	<u> </u>
	<u>44,337</u>	<u>14,757</u>

9. NET EXPENDITURE

Net expenditure is stated after charging:

	Year Ended 30.4.23 £	Period 1.4.21 to 30.4.22 £
Depreciation - owned assets	14,250	16,324
Deficit on disposal of fixed assets	84,943	-
Impairment losses of tangible fixed assets	317,216	-
	<u> </u>	<u> </u>

The losses arising on the disposal of Warren Park, Sharps Copse & Dunsbury Way nurseries in the year have been determined as the difference between the sales proceeds and the carrying value of the assets, and are recognised in the statement of financial activities.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2023**

10. AUDITOR'S REMUNERATION

	Year Ended 30.4.23	Period 1.4.21 to 30.4.22
	£	£
Accountancy fees	2,619	5,994
Audit fees	7,281	7,770
	9,900	13,764

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 April 2023 nor for the period ended 30 April 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 April 2023 nor for the period ended 30 April 2022.

12. STAFF COSTS

	Year Ended 30.4.23	Period 1.4.21 to 30.4.22
	£	£
Wages and salaries	516,362	780,573
Social security costs	29,163	35,261
Other pension costs	5,693	9,970
	551,218	825,804

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

	Year Ended 30.4.23	Period 1.4.21 to 30.4.22
Nursery and administration	29	47

No employees received emoluments in excess of £60,000 in either the current year or the prior period.

During the year, termination payments totalling £57k (2022: £19k) were made to 9 (2022: 6) employees.

During the year, the total amount of employee benefits (including employer pension contributions and employee national insurance contributions) received by key management personnel for their services to the charity was £Nil (2022: £13,589).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2023

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	19,460	1,165	20,625
Charitable activities			
Childcare	768,820	-	768,820
Other trading activities	40,522	-	40,522
Total	<u>828,802</u>	<u>1,165</u>	<u>829,967</u>
EXPENDITURE ON			
Raising funds			
Other trading activities	476	-	476
	<u>476</u>	<u>-</u>	<u>476</u>
Charitable activities			
Childcare	1,173,365	1,165	1,174,530
Total	<u>1,173,841</u>	<u>1,165</u>	<u>1,175,006</u>
NET EXPENDITURE	(345,039)	-	(345,039)
RECONCILIATION OF FUNDS			
Total funds brought forward	384,791	20,000	404,791
TOTAL FUNDS CARRIED FORWARD	<u>39,752</u>	<u>20,000</u>	<u>59,752</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2023**

14. TANGIBLE FIXED ASSETS

	Long leasehold £	Improvements to property £	Fixtures and equipment £	Totals £
COST OR VALUATION				
At 1 May 2022	597,853	139,313	82,063	819,229
Disposals	-	(139,313)	(62,264)	(201,577)
Revaluations	(317,216)	-	-	(317,216)
At 30 April 2023	<u>280,637</u>	<u>-</u>	<u>19,799</u>	<u>300,436</u>
DEPRECIATION				
At 1 May 2022	120,680	49,464	76,108	246,252
Charge for year	9,957	3,039	1,254	14,250
Eliminated on disposal	-	(52,503)	(58,631)	(111,134)
At 30 April 2023	<u>130,637</u>	<u>-</u>	<u>18,731</u>	<u>149,368</u>
NET BOOK VALUE				
At 30 April 2023	<u>150,000</u>	<u>-</u>	<u>1,068</u>	<u>151,068</u>
At 30 April 2022	<u>477,173</u>	<u>89,849</u>	<u>5,955</u>	<u>572,977</u>

Cost or valuation at 30 April 2023 is represented by:

	Long leasehold £	Fixtures and equipment £	Totals £
Effect of valuation in 2023	(317,216)	-	(317,216)
Cost	<u>597,853</u>	<u>19,799</u>	<u>617,652</u>
	<u>280,637</u>	<u>19,799</u>	<u>300,436</u>

If the long leasehold property had not been revalued it would have been included at the following historical cost:

	2023 £	2022 £
Cost	<u>597,853</u>	<u>597,853</u>

The long leasehold property was valued on an open market basis on 30 April 2023 by Development Solutions.

**PARK FAMILIES LIMITED T/A YMCA PARK
FAMILIES**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2023**

15. STOCKS

	2023	2022
	£	£
Stocks	-	1,191

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade debtors	12,471	11,351
Other debtors	3,797	-
Prepayments and accrued income	14,405	24,497
	<u>30,673</u>	<u>35,848</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Bank loans and overdrafts (see note 19)	35,694	10,017
Trade creditors	37,509	44,342
Amounts owed to group undertakings	649,875	320,187
Social security and other taxes	89,991	119,262
VAT	696	-
Other creditors	1,560	15,668
Accruals and deferred income	71,373	172,198
	<u>886,698</u>	<u>681,674</u>

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023	2022
	£	£
Bank loans (see note 19)	-	36,461

19. LOANS

An analysis of the maturity of loans is given below:

	2023	2022
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>35,694</u>	<u>10,017</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>-</u>	<u>9,849</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>-</u>	<u>26,612</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2023**

19. LOANS - continued

During the year ended 31 March 2021, the charity secured funding in terms of a bank loan as part of the Bounce Back Loan Scheme for £50,000. The loan was initially for 72 months. The first 12 months, from the date the loan was drawn, included a capital repayment holiday. Interest payable during this period was met by HM Government. Subsequent to this a further 6 month capital and interest holiday was agreed with the bank in the prior period. For the remaining 60 month period, capital repayments are due and interest is charged to the charity on the loan at an annual rate of 2.5%.

20. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2023	2022
	£	£
Within one year	-	28,636
	<u> </u>	<u> </u>

21. MOVEMENT IN FUNDS

	At 1.5.22	Net movement in funds	Transfers between funds	At 30.4.23
	£	£	£	£
Unrestricted funds				
General fund	39,752	(677,439)	20,000	(617,687)
Restricted funds				
Restricted fund	20,000	-	(20,000)	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>59,752</u>	<u>(677,439)</u>	<u>-</u>	<u>(617,687)</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	630,577	(1,308,016)	(677,439)
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>630,577</u>	<u>(1,308,016)</u>	<u>(677,439)</u>

**PARK FAMILIES LIMITED T/A YMCA PARK
FAMILIES**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2023**

21. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 30.4.22 £
Unrestricted funds			
General fund	384,791	(345,039)	39,752
Restricted funds			
Restricted fund	20,000	-	20,000
TOTAL FUNDS	<u>404,791</u>	<u>(345,039)</u>	<u>59,752</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	828,802	(1,173,841)	(345,039)
Restricted funds			
Restricted fund	1,165	(1,165)	-
TOTAL FUNDS	<u>829,967</u>	<u>(1,175,006)</u>	<u>(345,039)</u>

The brought forward restricted funds of £20,000 includes gift aid and the entire balance relates to a donation to help fund the charity's speech and learning therapy services. This was released to the SOFA during the year.

22. RELATED PARTY DISCLOSURES

Park Families Limited is a wholly owned subsidiary of YMCA Fairthorne Group. Balances due to the parent company are included in note 17.

There were no other related party transactions for the year ended 30 April 2023 or period ended 30 April 2022.