

Charity Registration No. 1085397

Company Registration No. 4013169 (England and Wales)

CLIFTON-UPON-TEME NURSERY LIMITED

(A COMPANY LIMITED BY GUARANTEE)

MANAGEMENT COMMITTEE REPORT AND UNAUDITED ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2007

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CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
LEGAL AND ADMINISTRATIVE INFORMATION

Management Committee

Debbie Mitchell (Chair)
Christopher Cale (Honorary Treasurer)
Susan Johns
Sophie Edmonds
Diana Kokai
Beth Whitenbury
Marion Dipple
Alastair Taylor
Rebecca Clements (co-opted)

Nursery Manager

Sandra E Sharratt BA Ed (Hons)

Secretary

Christopher Hurley

Charity number

1085397

Company number

4013169

Principal address

Clifton-upon-Teme Early Years Centre
The Village
Clifton-upon-Teme
Worcestershire
WR6 6DH

Registered office

Clifton-upon-Teme Early Years Centre
The Village
Clifton-upon-Teme
Worcestershire
WR6 6DH

Accountants

Kendall Wadley LLP
Granta Lodge
71 Graham Road
Malvern
Worcestershire
WR14 2JS

Bankers

Lloyds TSB
Malvern
Worcestershire
WR14 4QG

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
LEGAL AND ADMINISTRATIVE INFORMATION

Solicitors

March and Edwards
8 Sansome Walk
Worcester
WR1 1LW

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
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CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
MANAGEMENT COMMITTEE REPORT
FOR THE YEAR ENDED 30 JUNE 2007

The Management Committee present their report and accounts for the year ended 30 June 2007

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's memorandum and articles of association, applicable law and the requirements of the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in March 2005

Structure, governance and management

Clifton-upon-Teme Nursery Ltd is a charitable company limited by guarantee incorporated on 12th June 2000 and registered as a charity on 6th March 2001. The company was established under a Memorandum of Association that established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up, members of the company are required to contribute an amount not exceeding £10. The total number of such guarantees at 31 March 2007 was 23.

The members of the Management Committee, who are also the directors for the purpose of company law, who served during the year were

Mrs Debbie Mitchell (Chair)

Mr Christopher Cale (Honorary Treasurer)

Mrs Susan Johns

(Appointed 3 October 2006)

Mrs Sophie Edmonds

Ms Diana Kokai

Mrs Beth Whitenbury

Mrs Marion Dipple

Mr Alastair Taylor

(Appointed 3 October 2006)

The current Management Committee consists of eight members having recently co-opted a new member Mrs Rebecca Clements. Clive Austin resigned his co-opted position in March 2007. We intend to ensure that the community continues to be well represented and hope that the number of Committee Members will increase to nine to maintain such representation over the coming 12 months.

The directors of the Company, who are also charity Trustees for the purposes of charity law and under the Company's Articles, are known as Members of the Management Company. Under the requirements of the Memorandum and Articles of Association the members of the Management Committee are elected to serve for a period of three years after which they must be re-elected at the next Annual General meeting. Chris Cale retires by rotation and offers himself for re-election.

As Trustees, we continue to develop appropriate policies to ensure sound management and to support our staff. The Nursery Manager has day-to-day responsibility for operational management and she is supported by her staff to deliver the relevant childcare services to our families. An increasing number of the staff team are extending their qualifications in Early Years & Childcare with 10 of our team now qualified to level 3. The work of the Nursery involves childcare for children in the community and the Management Committee seeks to ensure that the community is represented with an accent on education, health and welfare skills. The Trustees are currently carrying out a skills audit to assess its skill base and to identify areas where additional skills will be beneficial to the team. This is intended to be a regular exercise to monitor ongoing experience and development of the Trustees as well as integrate new members of the team. In addition to the skill mix required to deliver the objectives of the organisation, the more traditional business skills are well represented on the Management Committee.

**CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
MANAGEMENT COMMITTEE REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2007**

Our nursery is very much part of the community and as a result we encourage members of the community to be involved either as trustees and / or volunteers. To support both trustees and volunteers, we have developed a formal induction process and related training sessions to enable the Trustees and volunteers to familiarize themselves with the charity and its operations. New Trustees spend time with the staff and management to understand the role of the Nursery and how they might contribute to its successful operation.

In addition, the Trustees have developed training sessions to provide training in charity management including obligations of the Management Committee, understanding the function of the Memorandum and Articles of Association, financial and non-financial resource management, and development planning for the future.

Under the Memorandum and Articles of Association, the charitable company has the power to make any investment which the trustees see fit.

The Management Committee understands the principal areas of operation of the Nursery and how the team - staff, Trustees and volunteers - interact with children and their families. Such relationships justify careful assessment of risk, both personal and physical, not only when services are being delivered within the nursery boundaries but also when in outreach locations such as local village buildings or on trips to other locations.

Risk assessment on all issues relating to the health, welfare and safety of the children is an integral part of our policies and procedures. These are regularly reviewed and updated to meet our own stringent requirements as well as those of Ofsted who oversee our performance through regular inspections. Included in this process is the need to ensure that all staff, Trustees and relevant volunteers are CRB checked in order that they can be fully involved in the services offered by the Nursery.

Objectives and activities

The company is a charity and exists to deliver its objects in the village of Clifton-upon-Teme and surrounding community via the Clifton-upon-Teme Early Years Centre.

The objects of the charity are to support the development of children under school age within the village of Clifton-upon-Teme and its immediate environs ("the Community") by

- (i) providing quality day care and education for babies and children between three months and statutory school age
- (ii) supporting parents in rural areas requiring day care for their children in order that they can attend to other responsibilities where it would be inappropriate to have children with them (for example - but not excluding other responsibilities - returning to work, furthering their education or serving the community)
- (iii) creating an environment where information and support can be given to those desiring to enhance family skills and values and promote lifelong learning
- (iv) subject to the above any other charitable purpose for the benefit of children in the Community as the trustees from time to time determine

**CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
MANAGEMENT COMMITTEE REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2007**

Achievements and performance

2005/2006 was a very difficult year as a result of seeing a large number of children moving onto "big school" with a much lower intake of new children than expected and budgeted. Ratio of staff to children never came under pressure but it was necessary to reduce staff costs by reducing hours and placing recruitment on hold.

2006/07 has been a much better year for a variety of reasons including the fact that our register picked up considerably from Easter 2006 and gave us a solid base for the school year from September 2006. In addition, our baby register increased significantly with the added benefit of greater use of opening hours. Occupancy overall rose in all three age groups. Staff numbers rose therefore to maintain good ratios at all times of the day throughout the week.

The nursery was also a beneficiary of an enhanced new nursery education funding system from Worcestershire County Council. Worcestershire CC is a pathfinder county assessing the benefits of implementing increased free childcare places from the existing 12.5 hrs per week for 33 weeks to 15 hours per week for 38 weeks per annum. As a pathfinder project, the hourly grant payment has been further enhanced to reflect the additional workload for the childcare settings involved. The grant enhancement is about 20% of the core hourly rate and applies from April 2007 to March 2008. The enhancement is unlikely to be extended beyond March 2008.

Our partnership with Teme Valley Children's Centre (TVCC) also continues to flourish with financial support provided via subsidies to children with additional play, social and environmental experiences reflecting our location and the potential challenges of rural isolation.

Our staff continue to perform "above and beyond" to ensure we deliver a high quality service and still work hard to enhance their skills and formal qualifications. The increased register created new pressures on managing staff availability and again we were extremely well supported by the team which was boosted by the arrival of new team members. In addition, thanks to all their efforts, over 80% of our permanent staff are now qualified to a minimum of level three in childcare - well above the norm expected by Ofsted.

In September 2006 we took over formal responsibility of the after-school club - Whizz Kids - located in the Clifton-upon-Teme Village School and we are pleased to say that this is proving to be a most successful operation thanks to the hard work of the staff directly involved with delivering this service. An unexpected benefit has come from parents who are working full time, who have previously used the nursery, now needing continued after-school care for their children making a positive impact on occupancy. Over 30% of the children attending the village primary school now make use of the after-school club each month. In addition a number of successful holiday clubs have been run during Easter and Summer breaks which has brought children in from other local communities.

The after-school club is still financially supported by Teme Valley Children's Centre (TVCC) via the use of time provided by their staff but the level of subsidy is now reduced significantly. Nevertheless, our continued thanks to the Children's Centre and their principal funder Worcestershire Early Years & Childcare Service for their unfailing support in providing this invaluable service to working families in a rural community where such services are severely restricted.

**CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
MANAGEMENT COMMITTEE REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2007**

Financial review

All of the above has provided a real boost to our financial performance over the past 12 months. The total incoming resources for the year amounted to £180,448 (£117,912) with total resources expended of £164,897 (£129,621) enabling us to reverse our very poor position in 2005/6. Depreciation impacts but nevertheless we produced a very encouraging surplus of £15,551 and rebuilt our cash reserves to over £30,000.

Whizz Kids, even after a much reduced subsidy from the Children's Centre, now operates comfortably on a breakeven basis.

There is no doubt that the "one off" nursery education funding enhancement has contributed to the above position and we cannot always rely upon a register as buoyant as is currently the case.

After a very difficult previous year we took the opportunity to say a sincere thank you to all our staff with a small "one off" bonus scheme. In addition, we have ensured that the setting has benefited from an ongoing maintenance and repair programme. The building is now over 5 years old and it is essential that we keep it well maintained for the benefit of future families.

Reserve policy

Last year we sought to create an objective of free reserves equivalent to 4 months income - a financial objective of about £50,000 based on an average annual income of £150,000.

With the financial pressures in 2005/6, this objective remains elusive. However 2007 free reserves have now risen to £27,286 (£7,355). We continue to consider this a sensible objective and will work towards this figure over time remaining mindful of the need for an asset renewal/replacement policy to ensure we maintain the Nursery to a high standard.

Asset cover for funds

Note 14 sets out an analysis of the assets attributable to the various funds. These assets are sufficient to meet the charity's obligations on a fund by fund basis.

Plans for the future

The nursery will continue to work for the community, supporting all families who wish to benefit from childcare. This will include those families who live in isolation or who find meeting the fees of childcare challenging. We will continue to provide support and, where possible, subsidy to enable children and their families to benefit from the social experience of childcare. The organisation will continue to work with the TVCC, County and other agencies to meet the national objectives set out under 'Every Child Matters'. In addition we will seek to support older children via Whizz Kids after-school and holiday clubs.

On behalf of the board of Management Committee



Mrs Debbie Mitchell (Chair)

Dated 17 January 2008

**CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
INDEPENDENT ACCOUNTANTS' REPORT TO THE MEMBERS ON THE
UNAUDITED ACCOUNTS OF CLIFTON-UPON-TEME NURSERY LIMITED**

We report on the accounts for the year ended 30 June 2007 set out on pages 6 to 15

This report is made solely to the charity's members, as a body, in accordance with Section 249C of the Companies Act 1985. Our reporting work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an independent accountant's 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 charity and the charity's members as a body, for our reporting work, for this report, or for the opinions we have formed.

Respective responsibilities of Management Committee and reporting accountants

As described on page 8 the charitable company's Management Committee, who are also the directors of Clifton-Upon-Teme Nursery Limited for the purpose of company law, are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

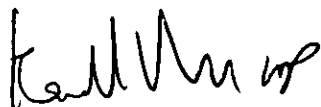
Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion

- (a) the accounts are in agreement with the accounting records kept by the charitable company under section 221 of the Companies Act 1985,
- (b) having regard only to, and on the basis of, the information contained in those accounting records
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act, and
 - (ii) the charitable company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1)



Kendall Wadley LLP

Chartered Accountants
Reporting Accountants
Granta Lodge
71 Graham Road
Malvern
Worcestershire
WR14 2JS

Dated 17 January 2008

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2007

	Notes	Unrestricted funds £	Restricted funds £	Total 2007 £	Total 2006 £
<u>Incoming resources from generated funds</u>					
Voluntary income	2	49,561	-	49,561	21,986
Activities for generating funds		130,500	-	130,500	95,830
Investment income	3	387	-	387	96
Total incoming resources		180,448	-	180,448	117,912
<u>Resources expended</u>					
	4				
Charitable activities					
Operating costs - Early Years Centre		154,565	6,038	160,603	125,451
Governance costs		4,294	-	4,294	4,170
Total resources expended		158,859	6,038	164,897	129,621
Net income/(expenditure) for the year/ Net movement in funds		21,589	(6,038)	15,551	(11,709)
Fund balances at 1 July 2006		19,390	65,382	84,772	96,481
Fund balances at 30 June 2007		40,979	59,344	100,323	84,772

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 1985

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET
AS AT 30 JUNE 2007

	Notes	2007 £	£	2006 £	£
Fixed assets					
Tangible assets	10		73,037		77,417
Current assets					
Debtors	11	2,001		3,764	
Cash at bank and in hand		31,135		6,765	
		<u>33,136</u>		<u>10,529</u>	
Creditors, amounts falling due within one year	12	<u>(5,850)</u>		<u>(3,174)</u>	
Net current assets			<u>27,286</u>		<u>7,355</u>
Total assets less current liabilities			<u><u>100,323</u></u>		<u><u>84,772</u></u>
Income funds					
Restricted funds	13		59,344		65,382
Unrestricted funds			<u>40,979</u>		<u>19,390</u>
			<u><u>100,323</u></u>		<u><u>84,772</u></u>

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET (CONTINUED)
AS AT 30 JUNE 2007

In preparing these financial statements

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(2) of the Companies Act 1985,
- (b) No members have required the company to obtain an audit of its financial statements for the year in question in accordance with Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing financial statements 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 its Statement of Financial Activities for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The accounts were approved by the Board on 17 January 2008



Debbie Mitchell (Chair)



Christopher Cale (Honorary Treasurer)

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2007

1 Accounting policies

1.1 Basis of preparation

The accounts are prepared under the historical cost convention and are presented in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), the Companies Act 1985 and have been prepared in accordance with the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in March 2005

Accordingly, the presentation of income and expenditure in these accounts has been adapted from the format prescribed by the Companies Act 1985 to better reflect the special nature of the Company's activities

1.2 Incoming resources

All incoming resources becoming available to the Company are recognised in the Statement of Financial Activities as soon as it is prudent and practicable to do so. Resources relating to a specific time period are recognised over that period. Grants and donations intended for specific purposes are credited to a restricted fund.

1.3 Resources expended

"Direct Charitable Expenditure" comprises all expenditure directly relating to the objects of the Company and includes the cost of supporting charitable activities and projects. Expenditure from restricted funds is disclosed in the Statement of Financial Activities and charged against the relevant fund. Administration and fundraising expenses relate to the administration, co-ordination and promotion of the Company. Overhead costs are apportioned on the basis of staff costs.

1.4 Tangible fixed assets and depreciation

Items of equipment are capitalised where the purchase price exceeds £500 or where the aggregate value of expenditure relating to a particular asset exceeds £500.

Depreciation - on a straight line basis - is provided on all tangible fixed assets, so as to write off the cost of the assets over their estimated useful lives as follows:

Property	20 years
Equipment	5 years
Fixtures and fittings	5 years
Computer equipment	3 years

Property and equipment is partly funded by Restricted Funds and as a result, depreciation has been allocated pro-rata between Restricted and Unrestricted Funds to properly apply this cost to the relevant Reserve.

1.5 Pensions

The pension costs charged in the accounts represent the contributions payable by the charitable company during the year in accordance with the Financial Reporting Standard for Smaller Entities.

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2007

1 Accounting Policies

(continued)

1.6 Fund accounting

Funds held by the charity are

Unrestricted General Funds - these are the funds which can be used in accordance with the charitable objects at the discretion of the trustees

Restricted Funds - these are the funds that 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 a particular restricted purpose

2 Voluntary income

	2007	2006
	£	£
Donations and gifts	4,254	1,309
Grants receivable for core activities	45,307	20,677
	49,561	21,986
Grants receivable for core activities		
Unrestricted funds		
Nursery Education Grant	37,883	18,189
Worcestershire Early Years	6,755	54
Business Link Growth Fund	-	2,000
WRFU Milk Grant	319	434
Malvern Hills District Council Community projects	350	-
	45,307	20,677

3 Activities for generating funds

	2007	2006
	£	£
School fees - babies	50,925	30,217
School fees - toddlers	26,217	36,823
School fees - pre-school	32,595	20,740
School fees - wraparound	1,825	3,032
School fees - after school (Whizz Kids)	12,193	-
Childcare services	6,745	5,018
	130,500	95,830

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2007

4 Total resources expended

	Staff costs £	Depreciation £	Other costs £	Total 2007 £	Total 2006 £
Charitable activities					
<u>Operating costs - Early Years Centre</u>					
Activities undertaken directly	122,121	8,838	29,644	160,603	125,451
Governance costs	-	-	4,294	4,294	4,170
	<u>122,121</u>	<u>8,838</u>	<u>33,938</u>	<u>164,897</u>	<u>129,621</u>

5 Activities undertaken directly

	2007 £	2006 £
Other costs relating to Operating costs - Early Years Centre comprise		
Unrestricted funds		
Training and quality assurance	394	422
Consumables	8,166	4,921
Premises expenses	7,309	3,860
Communications	457	606
Insurance	1,094	1,009
Stationery and postage	2,106	1,037
Sundry office expenses	1,084	695
Small capital items	1,035	1,110
Toys	1,159	40
Miscellaneous expenditure	1,160	138
Trading costs	-	246
Marketing	1,005	1,529
Service deliverers	2,804	2,557
Computer software costs	884	1,087
Travel expenses	271	7
Clothing costs	716	1,276
	<u>29,644</u>	<u>20,540</u>

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2007

6 Governance costs

	2007 £	2006 £
Other governance costs comprise		
Unrestricted		
Independent examination	494	440
Accountancy and bookkeeper fees	3,600	3,530
Sundry office expenses	200	200
	<u>4,294</u>	<u>4,170</u>

7 Management Committee

None of the Management Committee (or any persons connected with them) received any remuneration during the year

During the year the charitable company purchased Trustee Indemnity insurance. The total cost of the policy was £39

8 Employees

Number of employees

The average monthly number of employees during the year, calculated on a full time equivalent basis was

	2007 Number	2006 Number
Management	1	1
Nursery staff	8	7
	<u>9</u>	<u>8</u>

Employment costs

	2007 £	2006 £
Wages and salaries	115,998	91,031
Social security costs	6,123	5,171
Other pension costs	-	516
	<u>122,121</u>	<u>96,718</u>

There were no employees whose annual emoluments were £60,000 or more

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2007

9 Taxation

The charitable company is exempt from corporation tax on its activities

10 Tangible fixed assets

	Property	Equipment	Fixtures and fittings	Total
	£	£	£	£
Cost				
At 1 July 2006	95,733	8,999	7,936	112,668
Additions	-	-	4,458	4,458
At 30 June 2007	95,733	8,999	12,394	117,126
Depreciation				
At 1 July 2006	23,401	5,917	5,933	35,251
Charge for the year	4,805	1,756	2,277	8,838
At 30 June 2007	28,206	7,673	8,210	44,089
Net book value				
At 30 June 2007	67,527	1,326	4,184	73,037
At 30 June 2006	72,332	3,082	2,003	77,417

The charitable company has no inalienable or historic assets

11 Debtors

	2007 £	2006 £
Trade debtors	1,011	2,810
Prepayments and accrued income	990	954
	2,001	3,764

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2007

12 Creditors: amounts falling due within one year	2007	2006
	£	£
Trade creditors	165	897
Taxes and social security costs	1,872	1,457
Accruals	3,813	820
	<u>5,850</u>	<u>3,174</u>

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes

	Balance at 1 July 2006	Movement in funds		Balance at 30 June 2007
	£	Incoming resources	Resources expended	£
Nursery Building Fund	61,500	-	(4,100)	57,400
Fixed Asset Fund	3,882	-	(1,938)	1,944
	<u>65,382</u>	<u>-</u>	<u>(6,038)</u>	<u>59,344</u>

The Nursery Building Fund represents funds received from The Community Fund and Vital Villages for the purchase of the nursery building. Depreciation charges and repair work can be offset against this fund.

The Fixed Asset Fund represents funds received from Vital Villages and Local Network Fund for the purchase of equipment and fixtures and fittings. Depreciation charges can be offset against this fund.

14 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	£	£	£
Fund balances at 30 June 2007 are represented by			
Tangible fixed assets	13,693	59,344	73,037
Current assets	33,136	-	33,136
Creditors amounts falling due within one year	(5,850)	-	(5,850)
	<u>40,979</u>	<u>59,344</u>	<u>100,323</u>

CLIFTON-UPON-TEME NURSERY LIMITED
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2007

15 Related parties

Clifton-upon-Teme Nursery Limited has a Commercial service level agreement with Clifton-upon-Teme Children's Centre Limited and invoices the Children's Centre regularly for services rendered. During the year Clifton-upon-Teme Nursery Limited invoiced amounts totalling £4,444 for childcare to support families either on a low income and/or when they are attending courses delivered by the Children's Centre.