

REGISTERED COMPANY NUMBER: SC165539 (Scotland)
REGISTERED CHARITY NUMBER: SC024820

**Report of the Trustees and
Unaudited Financial Statements For The Year Ended 31 March 2012
for**

**GRANDYCARE (REGISTERED NUMBER:SC165539)
(A COMPANY LIMITED BY GUARANTEE)**



GRANDYCARE (REGISTERED NUMBER:SC165539)
(A COMPANY LIMITED BY GUARANTEE)

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for the Year Ended 31 March 2012

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**GRANDYCARE (REGISTERED NUMBER: SC165539)
(A COMPANY LIMITED BY GUARANTEE)**

**Report of the Trustees
for the Year Ended 31 March 2012**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2012. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
SC165539 (Scotland)

Registered Charity number
SC024820

Registered office
14/28 Kirk Road
Wishaw
ML2 7LB

Principal address
127 Hyndford Road
Lanark
ML11 9AU

Trustees
Mrs Anne Brown Rodger
Mr William Lamont Baillie
Mrs Christine Clarke

Company Secretary
Mr William Lamont Baillie

Independent Examiner
Thomson Currie Accountancy Limited
Chartered Accountants & Registered Auditors
PO Box 9186
7 Pickering House
Netherton Road
Wishaw
ML2 0YP

Relevant Organisations
Grandycare is supported in its activities by:

Bankers
Clydesdale Bank plc
Business Banking Centre
19 Stuart Street
East Kilbride G74 4NF

Solicitors
Ness Gallagher & Co
Stewarton Chambers
95 Stewarton Street
Wishaw ML2 8AG

Funding Partnership
South Lanarkshire Council
Early Years Section, Educational Resources
Council Offices, Almada Street
Hamilton ML3 0AE

Licence to Practice
Scottish Commission for the Regulation of Care
Princes Gate
Castle Street
Hamilton ML3 6BU

Accountants
Thomson Currie Accountancy Limited
Chartered Accountants & Registered Auditors
PO Box 9186
7 Pickering House
Netherton Road
Wishaw ML2 0YP

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.

Recruitment and appointment of new trustees

New trustees are appointed as and when required by the currently serving trustees.

**GRANDYCARE (REGISTERED NUMBER: SC165539)
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**Report of the Trustees
for the Year Ended 31 March 2012**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

The policies in place for the induction and training of new trustees are :

- that all appointed trustees are subject to an enhanced disclosure by Disclosure Scotland prior to induction
- that all appointed trustees go through an induction process conducted by the chairman.

Organisational structure

The board of directors/trustees meet quarterly to administer the charity. The chairman, who with the assistance of a staff member, exercises financial control and reports to the board of directors/trustees. Grandycare trades as Grand-y-care Academy. The day to day management of Grand-y-care Academy is delegated to Mrs Melanie Quinn, the general manager.

Connected charities

Mrs Anne Brown Rodger, a trustee/director of Grandycare is also a trustee/director of another Scottish charity, Qualitas International Limited (charity number SC026086). Any material transactions that have taken place during the year between these charities are disclosed in the notes to the accounts.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal activities of the charity are as stated in the objects of the company and comprise:

- The advancement of the education of children and the provision and supervision of educational activities and outings for children.
- The provision of appropriate care, guidance, instruction, activities and support directed at enabling children to maximise their full potential.
- The provision of care, guidance, instruction, activities and support directed towards the educational needs of children and the advancement of education through the provision of training in the skills associated with the care and supervision of children.
- The promotion, establishment and support of schemes of a charitable nature for the benefit of children.

GRANDYCARE (REGISTERED NUMBER: SC165539)
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Report of the Trustees
for the Year Ended 31 March 2012

OBJECTIVES AND ACTIVITIES

Key achievements for 2011/2012

Grand-y-care Academy has continued to review and develop its childcare provision in the year ended 31 March 2012, and has received a glowing report from HMIE Inspectorate.

HMIE, which monitors nurseries as well as schools, praised the running of the academy and listed the academy strengths as follows :

- The warm, nurturing, caring and supportive ethos based on respect
- Its attractive play environment
- Its strong partnerships with parents and the community
- The enthusiastic and motivated staff team who work very well together
- The vision of the manager, the management team and all of the staff
- Staff promote successfully an ethos of achievement, they promote good manners well, and treat all children and their families fairly and with respect
- Children are very well cared for and their emotional needs are met by warm and consistently positive interaction with the staff team

FINANCIAL REVIEW

Reserves policy

The directors/trustees have examined the charity's requirements for reserves in light of the main risks to the organisation. They have confirmed that the unrestricted funds not committed or invested in tangible fixed assets held by the charity are sufficient to meet the working capital requirements of the charity.

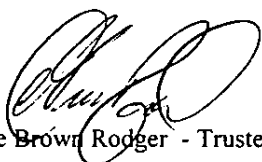
Financial review

The results for the year, and the charity's financial position at the end of the year, are shown in the attached financial statements. The financial statements have been prepared in compliance with current statutory requirements, the requirements of the charity's governing documents and the Statement of Recommended Practice (SORP).

This year has been successful in terms of quality performance, and development, and for the first time the financial position has improved by showing a small surplus.

The charity's accounting policies are as described in note 1 of the financial statements.

ON BEHALF OF THE BOARD:



Mrs Anne Brown Rodger - Trustee

9 October 2012

**Independent Examiner's Report to the Trustees of
GRANDYCARE (REGISTERED NUMBER: SC165539)
(A COMPANY LIMITED BY GUARANTEE)**

I report on the accounts for the year ended 31 March 2012 set out on pages five to eleven.

Respective responsibilities of trustees and examiner

The charity's trustees 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's trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the 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.

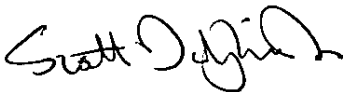
Basis of the independent examiner's report

My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as 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 to comply with Regulation 8 of the 2006 Accounts Regulationshave 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.



Scott Dalgliesh B.A., C.A.
Thomson Currie Accountancy Limited
Chartered Accountants
PO Box 9186
7 Pickering House
Netherton Road
Wishaw
ML2 0YP

Date: 9 October 2012

GRANDYCARE (REGISTERED NUMBER:SC165539)
(A COMPANY LIMITED BY GUARANTEE)

Statement of Financial Activities
for the Year Ended 31 March 2012

		31.3.12 Unrestricted funds £	31.3.11 Total funds £
	Notes		
INCOMING RESOURCES			
Incoming resources from generated funds			
Investment income	2	39	95
Incoming resources from charitable activities			
Operation of childrens nursery	3	375,540	353,423
Total incoming resources		375,579	353,518
 RESOURCES EXPENDED			
Costs of generating funds			
Fundraising trading: cost of goods sold and other costs		35,758	38,967
Charitable activities	4		
Operation of childrens nursery		334,057	322,024
Governance costs	6	3,547	3,000
Total resources expended		373,362	363,991
 NET INCOMING/(OUTGOING) RESOURCES			
		2,217	(10,473)
 RECONCILIATION OF FUNDS			
Total funds brought forward		(148,040)	(137,567)
 TOTAL FUNDS CARRIED FORWARD		 (145,823)	 (148,040)

The notes form part of these financial statements

GRANDYCARE (REGISTERED NUMBER:SC165539)
(A COMPANY LIMITED BY GUARANTEE)

Balance Sheet
At 31 March 2012

	Notes	31.3.12 Unrestricted funds £	31.3.11 Total funds £
FIXED ASSETS			
Tangible assets	10	31,060	34,274
CURRENT ASSETS			
Stocks		8,815	7,281
Debtors	11	7,480	5,522
Cash at bank and in hand		193	1,759
		<u>16,488</u>	<u>14,562</u>
CREDITORS			
Amounts falling due within one year	12	(31,124)	(22,909)
NET CURRENT ASSETS/(LIABILITIES)		<u>(14,636)</u>	<u>(8,347)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		16,424	25,927
CREDITORS			
Amounts falling due after more than one year	13	(162,247)	(173,967)
NET ASSETS/(LIABILITIES)		<u>(145,823)</u>	<u>(148,040)</u>
FUNDS	14		
Unrestricted funds		(145,823)	(148,040)
TOTAL FUNDS		<u>(145,823)</u>	<u>(148,040)</u>

The notes form part of these financial statements

GRANDYCARE (REGISTERED NUMBER:SC165539)
(A COMPANY LIMITED BY GUARANTEE)

Balance Sheet - continued
At 31 March 2012

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2012.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2012 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Trustees on 9 October 2012 and were signed on its behalf by:



Mrs Anne Brown Rodger -Trustee

**GRANDYCARE (REGISTERED NUMBER:SC165539)
(A COMPANY LIMITED BY GUARANTEE)**

**Notes to the Financial Statements
for the Year Ended 31 March 2012**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

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.

Allocation and apportionment of costs

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 15% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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.

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.

2. INVESTMENT INCOME

	31.3.12	31.3.11
	£	£
Bank interest received	39	95
	<u> </u>	<u> </u>

3. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	31.3.12	31.3.11
	£	£
Nursery income	375,540	353,423
Activity		
Operation of childrens nursery	<u> </u>	<u> </u>

GRANDYCARE (REGISTERED NUMBER:SC165539)
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Notes to the Financial Statements - continued
for the Year Ended 31 March 2012

4. CHARITABLE ACTIVITIES COSTS

	Support costs (See note 5) £	Totals £
Operation of childrens nursery	<u>334,057</u>	<u>334,057</u>

5. SUPPORT COSTS

	Finance £	Information technology £	Other £	Totals £
Operation of childrens nursery	<u>6,074</u>	<u>600</u>	<u>327,383</u>	<u>334,057</u>

6. GOVERNANCE COSTS

	31.3.12 £	31.3.11 £
Accountancy fees	3,000	3,000
Professional fees	547	-
	<u>3,547</u>	<u>3,000</u>

7. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	31.3.12 £	31.3.11 £
Depreciation - owned assets	6,068	7,002
Deficit on disposal of fixed asset	-	963
	<u>-</u>	<u>963</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2012 nor for the year ended 31 March 2011.

Trustees' Expenses

There were no trustees' expenses paid for the year ended 31 March 2012 nor for the year ended 31 March 2011.

GRANDYCARE (REGISTERED NUMBER: SC165539)
(A COMPANY LIMITED BY GUARANTEE)

Notes to the Financial Statements - continued
for the Year Ended 31 March 2012

9. STAFF COSTS

	31.3.12	31.3.11
	£	£
Wages and salaries	253,005	241,078
Social security costs	16,942	17,616
	<u>269,947</u>	<u>258,694</u>

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

	31.3.12	31.3.11
Operation of childrens nursery	<u>20</u>	<u>20</u>

No employee received emoluments of more than £60,000.

10. TANGIBLE FIXED ASSETS

	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 April 2011	125,780	41,482	6,697	173,959
Additions	<u>2,854</u>	<u>-</u>	<u>-</u>	<u>2,854</u>
At 31 March 2012	<u>128,634</u>	<u>41,482</u>	<u>6,697</u>	<u>176,813</u>
DEPRECIATION				
At 1 April 2011	97,930	36,489	5,266	139,685
Charge for year	<u>4,605</u>	<u>1,248</u>	<u>215</u>	<u>6,068</u>
At 31 March 2012	<u>102,535</u>	<u>37,737</u>	<u>5,481</u>	<u>145,753</u>
NET BOOK VALUE				
At 31 March 2012	<u>26,099</u>	<u>3,745</u>	<u>1,216</u>	<u>31,060</u>
At 31 March 2011	<u>27,850</u>	<u>4,993</u>	<u>1,431</u>	<u>34,274</u>

All of the fixed assets held by the company are used for its charitable purposes.

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.12	31.3.11
	£	£
Trade debtors	5,463	4,922
Other debtors	<u>2,017</u>	<u>600</u>
	<u>7,480</u>	<u>5,522</u>

GRANDYCARE (REGISTERED NUMBER:SC165539)
(A COMPANY LIMITED BY GUARANTEE)

Notes to the Financial Statements - continued
for the Year Ended 31 March 2012

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.12	31.3.11
	£	£
Bank loans and overdrafts	3,621	-
Trade creditors	16,707	12,901
Taxation and social security	4,675	5,509
Other creditors	6,121	4,499
	<u>31,124</u>	<u>22,909</u>

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

	31.3.12	31.3.11
	£	£
Other creditors	<u>162,247</u>	<u>173,967</u>

14. MOVEMENT IN FUNDS

	At 1.4.11	Net movement in funds	At 31.3.12
	£	£	£
Unrestricted funds			
General fund	(148,040)	2,217	(145,823)
	<u>(148,040)</u>	<u>2,217</u>	<u>(145,823)</u>
TOTAL FUNDS	<u>(148,040)</u>	<u>2,217</u>	<u>(145,823)</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	375,579	(373,362)	2,217
	<u>375,579</u>	<u>(373,362)</u>	<u>2,217</u>
TOTAL FUNDS	<u>375,579</u>	<u>(373,362)</u>	<u>2,217</u>

15. RELATED PARTY DISCLOSURES

At the year end a directors loan account of £162,247 is owed to Mrs Anne Brown Rodger. The directors loan account was not overdrawn during the year.

16. ULTIMATE CONTROLLING PARTY

The charitable company is controlled by its trustees/directors.

17. MEMBERS GUARANTEE

Under the company's Memorandum & Articles of Association the liability of each member is limited to a contribution of £1 if necessary to meet liabilities in the event of the company being wound up.

GRANDYCARE (REGISTERED NUMBER:SC165539)
(A COMPANY LIMITED BY GUARANTEE)

Detailed Statement of Financial Activities
for the Year Ended 31 March 2012

	31.3.12 £	31.3.11 £
INCOMING RESOURCES		
Investment income		
Bank interest received	39	95
Incoming resources from charitable activities		
Nursery income	375,540	353,423
Total incoming resources	375,579	353,518
RESOURCES EXPENDED		
Fundraising trading: cost of goods sold and other costs		
Nursery expenses	13,571	18,987
Catering	21,578	19,980
Bad debts	609	-
	35,758	38,967
Governance costs		
Accountancy fees	3,000	3,000
Professional fees	547	-
	3,547	3,000
Support costs		
Finance		
Bank charges	6	345
Depreciation of tangible fixed assets	6,068	7,002
Loss on sale of tangible fixed assets	-	963
	6,074	8,310
Information technology		
Repairs and renewals	600	1,085
Other		
Wages and NIC	253,005	241,078
Social security	16,942	17,616
Rates and water	4,943	3,376
Insurance	2,093	1,959
Heat and light	18,379	17,038
Telephone	892	997
Postage and stationery	142	150
Sundry expenses	2,270	811
Motor and travelling costs	17,489	16,780
Repairs and renewals	11,228	12,824
	327,383	312,629
Total resources expended	373,362	363,991

This page does not form part of the statutory financial statements

GRANDYCARE (REGISTERED NUMBER:SC165539)
(A COMPANY LIMITED BY GUARANTEE)

Detailed Statement of Financial Activities
for the Year Ended 31 March 2012

	31.3.12	31.3.11
	£	£
Net income/(expenditure)	2,217	(10,473)

This page does not form part of the statutory financial statements