



# Unaudited Financial Statements

Dreghorn Pre School and Crèche  
For the year ended 31 March 2024

Prepared by Accountancy Scotland Limited

# Contents

|    |                                   |
|----|-----------------------------------|
| 3  | Directory                         |
| 4  | Client Approval                   |
| 5  | Accountants' Report               |
| 7  | Trustees Report                   |
| 9  | Statement of Financial Activities |
| 11 | Balance Sheet                     |
| 12 | Notes to the Financial Statements |
| 14 | Depreciation Schedule             |

## Directory

### Dreghorn Pre School and Crèche For the year ended 31 March 2024

#### Address

25-27 Dreghorn Gardens, Edinburgh, EH13 9NW

#### Trustees



#### Principal Office-bearers



#### Accountants

Accountancy Scotland Limited  
Chartered Management Accountants  
1 Dalhousie Terrace  
Edinburgh  
EH10 5NE

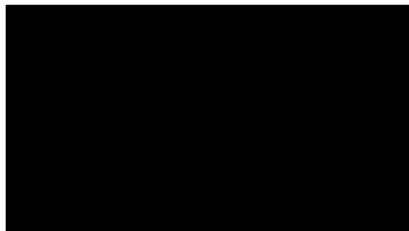


# Client Approval

## Dreghorn Pre School and Crèche For the year ended 31 March 2024

In accordance with the engagement letter, I approve the financial information which comprises the Statement of Financial Activities, the Balance Sheet and the related notes.

I acknowledge my responsibility for the financial information, including the appropriateness of the applicable financial reporting framework as set out in the notes, and for providing Accountancy Scotland Limited with all information and explanations necessary for their compilation.





# Accountants' Report

## Dreghorn Pre School and Crèche For the year ended 31 March 2024

### **REPORT TO THE BOARD ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS.**

In order to assist you to fulfil your duties under the Companies Act 2006 and the Office of the Scottish Charities Register, I have prepared for your approval the financial statements of Dreghorn Pre School and Crèche for the year ended 2024, which comprise the Statement of Financial Activities and Statement of Balances from the company's accounting records and from information and explanations you have given me. As a practising member of the Chartered Institute of Management Accountants, I am subject to its ethical and other professional requirements which are detailed at <http://www.cimaglobal.com/>.

This report is made solely to the Board of Dreghorn Pre School and Crèche, as a body, in accordance with the terms of my engagement letter dated 1 March 2016. My work has been undertaken solely to prepare for your approval the financial statements of Dreghorn Pre School and Crèche and state those matters that I have agreed to state to the Board, as a body, in this report in accordance with the requirements of the Chartered Institute of Management Accountants as detailed at <http://www.cimaglobal.com/>.

To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than Dreghorn Pre School and Crèche and its Board, as a body, for my work or for this report.

It is your duty to ensure that Dreghorn Pre School and Crèche has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Dreghorn Pre School and Crèche. You consider that Dreghorn Pre School and Crèche is exempt from the statutory audit requirement for the year.

I have not been instructed to carry out an audit or a review of the financial statements of Dreghorn Pre School and Crèche. For this reason, I have not verified the accuracy or completeness of the accounting records or information and explanations you have given to me and I do not, therefore, express any opinion on the statutory financial statements.

### **Independent Examiner's Report to the Trustees.**

I report on the accounts of the charity for the year ended 31 March 2024 which are set out on pages 4 and 5.

### **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 (as amended). The charity trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations do 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.

### **The basis of independent examiner's statement**

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended). An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeks explanations from the trustees concerning any such matters.

The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently, I do not express an audit opinion on the view given by the accounts.

### **Independent examiner's statement**

In the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in any material respect the requirements:

– to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations, and

– to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations have not been met,

2. or to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be

Accountancy Scotland Limited  
1 Dalhousie Terrace



Morningside  
Edinburgh  
EH10 5NE





# Trustees Report

## Dregghorn Pre School and Crèche For the year ended 31 March 2024

### 1. Introduction:

The Trustees present here their annual report including Financial Statements for Dregghorn Pre School and Crèche for the year ended 31 March 2024.

### 2. Objectives and activities:

The aim of the charity is to advance the education and social development of all children who receive their Early Years education with us and offer a nurturing care experience to all 2-year-olds, preschool, and older children primarily from the armed forces community, with the emphasis on nurture and outdoor play experience, so that they take a constructive place in the Community. The charity also aims to work in partnership to advance the education of parents/carers and other appropriate persons.

### 3. Achievements and performance:

Dregghorn Preschool and Crèche continue to provide excellent Early Years preschool education and crèche care within the Armed Forces Environment for both Service and civilian children. The City of Edinburgh Education department provide funds for our preschool education and Dregghorn Preschool and Crèche makes this provision free at point of delivery with no additional fees charged.

Dregghorn Preschool and Crèche has capacity for 34 children, up to 10 two-year-old children and 24 three- to five-year-old children and operates on a term time basis following the City of Edinburgh Council School session dates. The trustees are extending the opening hours from 7 January 2025 with the introduction of a breakfast club to meet parent demand.

We continue providing all our children with healthy nutritional lunches and snacks. These are supplied by Little Lunches Ltd a fully accredited industry leader providing children's healthy food in line with Scottish Government's recently updated "Setting the Table Guidance."

Collaborating with parents is one of our priority items and we have been engaging in partnership with parents to build stronger relationships with communication being the key.

We have a strong focus on staff training and all staff has participated in a variety of courses. We continue to develop our outdoor activities and with our quality wet suits and jackets for all our children we have enjoyed weekly activities in the surrounding woodlands and in our superb gardens.

We are incredibly grateful to the British Army who have provided us with a dedicated woodland area where we can safely enjoy outdoor forest activities.

Our extensive garden area includes a large outdoor cabin, bark paths, all weather astro turf play areas, new sand, mud play sections and wildflower meadow. Our children love playing and learning in the gardens and in the forest all year round.

In June 2023 Dregghorn Preschool & Crèche received wonderful "Very Good" grades across all four areas inspected by the Care Inspectorate.

We are grateful to our manager and her staff team, who are all fully qualified practitioners, for all the exceptional care and education they provide to all of our children and parents which has been fully recognised by the Care Inspectorate.

### 4. Financial review:

Dregghorn Pre School and Crèche's principal source of income comes from the City of Edinburgh Council for preschool education which the charity provides free of charge to 3- and 4-year-old children.

Dregghorn Pre School and Crèche has accumulated unrestricted fund reserves of £13,320 and bank balances amounting to £7,554. The reserves are in place to support the working capital of the charity and to provide a contingency fund to ensure that, in the event of closure, the charity would be able to meet its obligations including redundancy costs under employment law.

Revenue during the year under review is lower than the previous year, reflecting lower children's numbers, and comprises funding received from City of Edinburgh Council for the provision of 1140 hours preschool education.

Expenditure has decreased in line with the revenue reduction through lower staff numbers and food costs required to accommodate the fall in the number of children. Key components of our cost base including staff costs, where we follow increases in the Living wage, and food provision have increased slightly above the inflation rate. Overall, this year has been satisfactory financially and we have recorded a small net deficit for the year of £1,961 compared with the previous year's deficit of £11,412.

The Trustees continue to monitor our financial position, and we are pleased to report that children's numbers have improved throughout 2024, and we will start 2025 with extremely high occupancy rates.

The trustees are pleased to announce that Dregghorn Preschool & Crèche has been awarded Funding from The Armed Forces Covenant Fund Trust. This will enable the charity to renew its dining furniture, kitchen area and flooring. In addition, the opening hours will be extended from 7 January 2025 with the introduction of a breakfast club. We are extremely grateful to The Armed Forces Fund Trust for their support.

### 5. Structure, governance, and management:

Dregghorn Pre School and Crèche is an unincorporated Scottish Charity with no subsidiaries. Trustees volunteer and are then elected to the board, based on their skills and experiences, no remuneration is paid to the trustees. Executive decisions are



made, in line with existing policies, during regular board meetings with external advisers used as required.

6. Reference and administrative details:

Dreghorn Pre School and Crèche has been registered as a charity in Scotland (Registration number SC013346) since 12 February 1982. The address of the principal office of the charity is: 25/27 Dreghorn Gardens, Edinburgh, EH13 9NW.

The Trustees who served during the period are:

[REDACTED]

These trustees are responsible for running of the charity and are supported by Hellen Mullen the manager of Dreghorn Pre School and Creche who is responsible for the day-to-day operation.

7. Auditors:

No Audit expenditure was incurred as no Auditor was appointed, nor was any Audit work undertaken for. A unanimous resolution was passed by the company that no auditor would be appointed for the ensuing year.

8. Trustees' Disclosures:

There was no remuneration paid to or transactions involving the trustees of Dreghorn Pre School. Little Lunches Ltd the company that supplies meals and snacks is partly owned by a family member of the Chair. The Chair is not involved, financial or otherwise, in that company and does not participate in any Trustee discussions or commitments regarding that business arrangement.

For and on behalf of the Board of Trustees.

Chair of Trustees

Date:



# Statement of Financial Activities

Dreghorn Pre School and Crèche  
For the year ended 31 March 2024

|  | NOTES | 2024           | 2023           |
|--|-------|----------------|----------------|
| <b>A1 Revenue (Unrestricted)</b>                                 |       |                |                |
| Additional Support Funding                                       |       | -              | 1,045          |
| Creche - Lunch Club  |       | 297            | 1,654          |
| Creche Afternoon   |       | -              | 210            |
| Creche Fees  |       | 16,674         | 17,751         |
| Donations  |       | 580            | 367            |
| Education funding  |       | 131,161        | 163,735        |
| Interest Income  |       | 152            | 38             |
| Pre-school non funded - lunch club                               |       | -              | 90             |
| Pre-school non-funded fees                                       |       | -              | 15             |
| <b>Total A1 Revenue (Unrestricted)</b>                           |       | <b>148,864</b> | <b>184,905</b> |
| <b>A3. Expenditure (Unrestricted)</b>                            |       |                |                |
| <b>Gross trading payments</b>                                    |       |                |                |
| Repairs & Maintenance  |       | 131            | 2,310          |
| <b>Total Gross trading payments</b>                              |       | <b>131</b>     | <b>2,310</b>   |
| <b>Payments relating directly to charitable activities</b>       |       |                |                |
| Advertising & Marketing  |       | -              | 299            |
| Cleaning   |       | 660            | 1,750          |
| Consumables  |       | 418            | -              |
| Disclosure Scotland - PVG Scheme                                 |       | -              | 77             |
| Educational visits   |       | -              | 1,046          |
| Employer's Allowance claimed                                     |       | -              | (5,000)        |
| Employers National Insurance                                     |       | 1,149          | 8,153          |
| Equipment  |       | 122            | 6,907          |
| Insurance  |       | 601            | 496            |
| IT Software and Consumables                                      |       | 2,307          | 1,755          |
| Pensions Costs   |       | 2,176          | 497            |
| Postage, Printing & Stationery                                   |       | 225            | 1,114          |
| Pre School afternoon session                                     |       | 252            | (30)           |
| Pre-school snack   |       | 231            | (1,034)        |
| Purchases Food   |       | 18,582         | 24,413         |
| Staff Training   |       | -              | 1,709          |
| Telephone & Internet   |       | 1,057          | 1,447          |
| <b>Total Payments relating directly to charitable activities</b> |       | <b>27,780</b>  | <b>43,600</b>  |
| <b>Grants and donations</b>                                      |       |                |                |
| Direct Wages   |       | 121,454        | 147,338        |
| <b>Total Grants and donations</b>                                |       | <b>121,454</b> | <b>147,338</b> |
| <b>Governance costs</b>  |       |                |                |
| Agency Labour  |       | -              | 1,173          |
| Audit & Accountancy fees   |       | 1,200          | 1,200          |



|   | NOTES | 2024           | 2023            |
|---|-------|----------------|-----------------|
| Legal Expenses                              |       | -              | 360             |
| <b>Total Governance costs</b>               |       | <b>1,200</b>   | <b>2,733</b>    |
| Depreciation                                |       | 107            | 130             |
| Finance Charges                             |       | 128            | 124             |
| Interest Payable                            |       | 25             | 82              |
| <b>Total A3. Expenditure (Unrestricted)</b> |       | <b>150,825</b> | <b>196,318</b>  |
| <b>Net Surplus (deficit) (Unrestricted)</b> |       | <b>(1,961)</b> | <b>(11,412)</b> |

# Balance Sheet

## Dreghorn Pre School and Crèche As at 31 March 2024

|   | NOTES | 31 MAR 2024   | 31 MAR 2023   |
|---|-------|---------------|---------------|
| <b>Fixed Assets</b>   |       |               |               |
| <b>Tangible assets</b>                                      |       |               |               |
| Cost - Whiteboard   |       | 3,540         | 3,540         |
| Depreciation (Accumulated) - Whiteboard                     |       | (3,053)       | (2,946)       |
| <b>Total Tangible assets</b>                                |       | <b>487</b>    | <b>593</b>    |
| <b>Total Fixed Assets</b>                                   |       | <b>487</b>    | <b>593</b>    |
| <b>Current assets</b>                                       |       |               |               |
| Debtors   |       | 192           | 524           |
| <b>Cash at bank and in hand</b>                             |       |               |               |
| Deposit Account   |       | 13,320        | 17,668        |
| Dreghorn Pre-school & Creche                                |       | 7,554         | 6,267         |
| <b>Total Cash at bank and in hand</b>                       |       | <b>20,874</b> | <b>23,935</b> |
| <b>Total Current assets</b>                                 |       | <b>21,066</b> | <b>24,459</b> |
| <b>Prepayments and accrued income</b>                       |       |               |               |
| Prepayments   |       | 216           | -             |
| <b>Total Prepayments and accrued income</b>                 |       | <b>216</b>    | <b>-</b>      |
| <b>Creditors: amounts falling due within one year</b>       |       |               |               |
| Trade creditors   |       | 699           | 1,577         |
| Other creditors   |       | 2,894         | 3,339         |
| <b>Total Creditors: amounts falling due within one year</b> |       | <b>3,592</b>  | <b>4,916</b>  |
| <b>Net current assets (liabilities)</b>                     |       | <b>17,689</b> | <b>19,543</b> |
| <b>Total assets less current liabilities</b>                |       | <b>18,176</b> | <b>20,136</b> |
| <b>Net Assets</b>   |       | <b>18,176</b> | <b>20,136</b> |
| <b>Capital</b>  |       |               |               |
| Capital account   | 3     | 18,176        | 20,136        |
| <b>Total Capital</b>  |       | <b>18,176</b> | <b>20,136</b> |

# Notes to the Financial Statements

## Dreghorn Pre School and Crèche For the year ended 31 March 2024

### 1. Accounting Policies

#### Basis of preparing the financial statements

The financial statements have been compiled on a basis which enables profits to be calculated in accordance with generally accepted accounting practice and which provides sufficient and relevant information to enable the completion of a tax return.

#### Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

#### Tangible fixed assets

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

| Account            | Method                   | Rate |
|--------------------|--------------------------|------|
| Computer Equipment | Diminishing Value (100%) | 18%  |

#### Stocks and work in progress

Stocks and work-in-progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow-moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

#### Intangible Assets

Intangible fixed assets (including purchased goodwill and patents) are amortised at rates calculated to write off the assets on a straight-line basis over their estimated useful economic lives. Impairment of intangible assets is reviewed where circumstances indicate that the carrying value of an asset may not be fully recoverable.

#### Investments

Fixed asset investments are stated at cost less any provision for diminution in value.

|                           | 2024         | 2023         |
|---------------------------|--------------|--------------|
| <b>2. Tangible Assets</b> |              |              |
| <b>Cost</b>               |              |              |
| Opening Balance           | 3,540        | 3,540        |
| <b>Total Cost</b>         | <b>3,540</b> | <b>3,540</b> |
| <b>Depreciation</b>       |              |              |
| Opening Balance           | (2,946)      | (2,816)      |



|   |                |                |
|---|----------------|----------------|
| Depreciation (Accumulated) - Whiteboard | (107)          | (130)          |
| <b>Total Depreciation</b>               | <b>(3,053)</b> | <b>(2,946)</b> |
| <b>Total Tangible Assets</b>            | <b>487</b>     | <b>593</b>     |
|   | <b>2024</b>    | <b>2023</b>    |

### 3. Capital Account

|                              |               |               |
|------------------------------|---------------|---------------|
| <b>Capital</b>               |               |               |
| Opening Balance              | 20,136        | 31,549        |
| Current year earnings        | (1,961)       | (11,412)      |
| <b>Total Capital</b>         | <b>18,176</b> | <b>20,136</b> |
| <b>Total Capital Account</b> | <b>18,176</b> | <b>20,136</b> |



# Depreciation Schedule

Dreghorn Pre School and Crèche  
For the year ended 31 March 2024

| NAME                            | COST         | OPENING VALUE | PURCHASES | DISPOSALS | DEPRECIATION | CLOSING VALUE |
|---------------------------------|--------------|---------------|-----------|-----------|--------------|---------------|
| <b>Computer Equipment</b>       |              |               |           |           |              |               |
| Electronic white board          | 3,540        | 593           | -         | -         | 107          | 487           |
| <b>Total Computer Equipment</b> | <b>3,540</b> | <b>593</b>    | <b>-</b>  | <b>-</b>  | <b>107</b>   | <b>487</b>    |
| <b>Total</b>                    | <b>3,540</b> | <b>593</b>    | <b>-</b>  | <b>-</b>  | <b>107</b>   | <b>487</b>    |